

- ***This statement provides you with key information about this product.***
- ***This statement is a part of the Prospectus.***
- ***You should not invest in this product based on this statement alone.***

## Quick Facts

<b>Management Company:</b>	Amundi Luxembourg S.A.
<b>Investment Manager:</b>	Amundi Asset Management US, Inc. (America, internal delegation)
<b>Depository:</b>	CACEIS Bank, Luxembourg Branch
<b>Dealing Frequency:</b>	Daily (any full bank business day in Luxembourg)
<b>Ongoing charges over a year:</b>	A2 USD (C): 1.45%# A2 USD MD3 (D): 1.45%#
<b>Base currency:</b>	USD
<b>Dividend policy:</b>	For distribution shares (D): Dividends, if declared, will be paid <sup>^</sup> . The share class with suffix "MD3" declares dividends (if any) payable at the end of each calendar month. For accumulation shares (C): No dividends will be declared. <sup>^</sup> Dividend payments may, at the sole discretion of Amundi Funds, be made out of the fund's income and/or capital, or be paid out of gross income while charging/paying all or part of the fund's fees and expenses to the capital of the fund, resulting in an increase in distributable income for the payment of dividends by the fund, in which case, the fund is effectively paying dividends out of capital. Distributions out of capital or effectively out of capital may result in an immediate decrease of the net asset value per share of the fund. The share class with suffix "MD3" targets to pay dividends (if any) out of both net distributable income and capital attributable to that share class.
<b>Financial year end:</b>	30 June
<b>Min. Investment:</b>	Initial: none      Additional: none

# As the share class is newly set-up, the ongoing charges figure is based on estimated expenses borne by the share class over a 12-month period divided by the estimate average net asset value over the same period. It mainly includes the management fee, the administrative fees and the Luxembourg tax (Taxe d'Abonnement). The actual figure may be different from this figure and may change from year to year.

## What is this product?

This fund is a sub-fund of Amundi Funds, a mutual fund domiciled in Luxembourg and its home regulator is the Commission de Surveillance du Secteur Financier.

## Objectives and Investment Strategy

To achieve a combination of income and capital growth (total return).

The fund mainly invests in below investment grade bonds (high-yield bonds) (i.e. bonds which are rated below BBB- by S&P, Baa3 by Moody's and/or BBB- by Fitch) or unrated bonds (i.e. bonds which neither the bonds themselves nor their issuers have a credit rating) that are issued by companies around the world and that are denominated in US dollar, euro or any other currency of one of the Group of Seven (G7) countries. Specifically, the fund invests at least 67% and up to 100% of its net asset value in below investment grade or unrated corporate bonds that are denominated in euro or in the home currencies of Canada, Japan, the United Kingdom or the United States. The fund is not subject to any limitation on the portion of its net asset value that may be invested in any one country or region, although the fund will usually invest at least 50% of its net asset value

## Global High Yield Bond (a sub-fund of Amundi Funds)

in corporate bonds of U.S. issuers. The fund may invest up to 40% of its net asset value in corporate bonds of issuers in emerging markets.

While complying with the above policies, the fund may invest in the following up to these percentages of its net assets:

- convertible bonds (without any requirement on their credit ratings): 25%
- asset-backed securities (ABS) / mortgage-backed securities (MBS) / other collateralised products (without any requirement on the credit ratings of the foregoing securities): 10%
- equities and equity-linked instruments: 10%
- UCITS (undertaking for collective investment in transferable securities) / UCIs (undertaking for collective investment): 10%

The fund may under exceptional circumstances (e.g. market crash or major crisis) invest temporarily up to 100% of its net assets in money market instruments and up to 100% of its net assets in deposits.

The fund may invest in debt instruments with loss-absorption features ("LAP"), for example, contingent convertible bonds, senior non-preferred debts, debt instruments that meet the qualifying criteria to be Tier 1 Capital, Additional Tier 1 Capital or Tier 2 Capital under the Banking (Capital) Rules or under an equivalent regime of non-Hong Kong jurisdictions, etc. These instruments may be subject to contingent write-down or contingent conversion to ordinary shares on the occurrence of trigger event(s). The fund's expected total maximum investments in LAP will be less than 30% of its net asset value.

The fund's exposure to contingent convertible bonds is limited to 10% of its net assets.

The fund will not invest more than 10% of its net asset value in debt securities issued and/or guaranteed by a single sovereign issuer (including its government, public or local authority) which is below investment grade or unrated.

Non-USD investments are aimed to be hedged against the USD.

The fund is actively managed by reference to and seeks to outperform (after applicable fees) the ICE BofA ML Global High Yield USD Hedged Index (formerly known as the Bank of America Merrill Lynch Global High Yield USD Hedged Index) (the "Benchmark"). The fund is mainly exposed to the issuers of the Benchmark, however, the Benchmark is not used for the purpose of portfolio construction of the fund and the management of the fund is discretionary, and the fund will be exposed to issuers not included in the Benchmark. The fund monitors risk exposure with reference to the Benchmark however the extent of deviation from the Benchmark is expected to be significant.

The investment team analyses long-term macroeconomic trends (top-down) to identify the geographic areas that appear likely to offer the best risk-adjusted returns. The investment team then uses both technical and fundamental analysis, including extensive credit and liquidity risk analysis, to select sectors and securities (bottom-up) and to construct a highly diversified portfolio.

### Use of financial derivative instruments ("FDI")

The fund makes use of FDI to reduce various risks (i.e. hedging), for efficient portfolio management and as a way to gain exposure (long or short) to various assets, markets or other investment opportunities (including investment in credit derivatives and interest rate derivatives). For the avoidance of doubt, the use of FDI by the fund will not result in the fund being in a net short position on an overall basis. The fund may use credit derivatives (up to 40% of its net assets).

### **Use of derivatives / investment in derivatives**

This fund's net derivative exposure may be up to 50% of the fund's net asset value.

### **What are the key risks?**

**Investment involves risks. Please refer to the Prospectus for details including the risk factors.**

**1. General investment risk:** The fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the fund may suffer losses. There is no guarantee of the repayment of principal.

#### **2. Risks associated with debt securities**

**Credit / Counterparty risk:** The fund is exposed to the credit/default risk of issuers of the debt securities that the

fund may invest in.

**Interest rate risk:** The net asset value of the fund will be affected depending on fluctuations in interest rates. When interest rates decline, indeed, the market value of fixed-income securities tends to increase, and conversely, a rise in interest rates would have for consequences a depreciation of the fund's investments.

**Below investment grade / unrated bonds risk:** The fund may invest in below investment grade or unrated bonds, which involve greater risk of loss of principal and interest than higher rated securities, due to the possibility of default or bankruptcy of the issuers of such securities, especially during periods of economic uncertainty or change. Such securities generally tend to reflect short-term corporate and market developments to a greater extent than higher grade securities which respond primarily to fluctuations in the general level of interest rates. Such securities may be subject to wider fluctuations in yield, wider bid-offer spreads, lower liquidity and consequently greater fluctuations in market values than higher rated securities. In adverse situations, this may result in significant loss in the fund's assets.

**Volatility and liquidity risk:** The debt securities in emerging markets may be subject to higher volatility and lower liquidity compared to more developed markets. The prices of securities traded in such markets may be subject to fluctuations. The bid and offer spreads of the price of such securities may be large and the fund may incur significant trading costs.

**Downgrading risk:** The credit rating of debt securities or their issuers may be subject to the risk of being downgraded. In the event of downgrading in the credit ratings of a security or an issuer relating to a security, the fund's investment value in such security and, in turn, the value of the fund may be adversely affected. The Investment Manager may or may not dispose of the debt securities that are being downgraded, subject to the investment objective of the fund and if it is in the interests of the Shareholders to do so. Moreover, the Investment Manager may or may not be able to dispose of the debt securities that are being downgraded.

**Valuation risk:** Valuation of the fund's investments may involve uncertainties and judgmental determinations. If such valuation turns out to be incorrect, this may affect the net asset value calculation of the fund.

**Credit rating risk:** Credit ratings assigned by rating agencies are subject to limitations and do not guarantee the creditworthiness of the security and/or issuer at all times.

**3. Exchange risk / Currency risk:** The fund may be invested, according to variable proportions and limits, in securities expressed in other currencies than the base currency of the fund. Also, a class of shares may be designated in a currency other than the base currency of the fund. The net asset value of the fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

Investing in emerging markets may expose the fund to restricted currencies, and hence, the fund may be subject to increased political risk (e.g. sudden changes in the political regime can result in large unexpected movements in the level of currencies), repatriation risk (i.e. restrictions on repatriation of funds from emerging markets) and volatility risk (i.e. more frequent and greater fluctuations in the exchange rates for the emerging market currencies). The restricted currencies may not be freely convertible and may also be subject to governmental controls and restrictions, controls on remittance and currency exchange.

**4. Concentration risk:** While fund is not subject to any limitation on the portion of its net asset value that may be invested in any one country or region, the fund will usually invest at least 50% of its net asset value in corporate bonds which are issued by U.S. issuers, which may give rise to higher volatility than funds with a broader range of investment. The value of the fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the U.S. market. Besides, at any given time, the fund's holdings may be focused on a relatively small number of securities, and hence, the fund is subject to higher concentration risk and higher volatility than funds with a more diversified portfolio.

**5. Emerging markets risk:** The fund will invest in emerging markets which may subject to emerging markets risk. Investment in debt instruments of issuers of emerging markets involves special considerations and increased risks not typically associated with investment in more developed markets, including currency fluctuations/control, the risks of investing in countries with smaller capital markets, limited liquidity, the likelihood of a high degree of price volatility, different conditions applying to transaction and control and restrictions on foreign investment, legal and taxation risks, settlement risks, custody risk, as well as risks associated with emerging markets, including high inflation and interest rates, large amounts of external debt as well as political, economic and social uncertainties.

**6. Risk attached to the use of Financial Derivative Instruments ("FDI"):** The fund may invest in FDI for hedging, for efficient portfolio management and as a way to gain exposure (long or short) to various assets, markets or other investment opportunities. Investment in FDI is subject to additional risks, including counterparty and credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by

## Global High Yield Bond (a sub-fund of Amundi Funds)

the fund. In adverse situation, the fund's use of FDI may become ineffective in hedging/investment/efficient portfolio management and the fund may suffer significant losses.

**7. Risks related to distribution out of capital:** For distribution class, Amundi Funds may at its discretion determine to pay dividends out of income or capital of the fund. In addition, Amundi Funds may at its discretion pay dividends out of gross income while charging / paying all or part of the fund's fees and expenses to the capital of the fund, resulting in an increase in distributable income for the payment of dividends by the fund, in which case, the fund is effectively paying dividends out of capital. Payment of dividends out of capital amounts to a return or withdrawal of part of an investor's original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the fund's capital or payment of dividends effectively out of the fund's capital (as the case may be) may result in an immediate reduction of the net asset value per share of the fund.

### How has the fund performed?

As A2 USD (C) and A2 USD MD3 (D) are newly set-up, there is insufficient data to provide a useful indication of past performance to investors.

- Fund launch date: 10 February 2015

### Is there any guarantee?

This fund does not have any guarantees. You may not get back the full amount of money you invest.

### What are the fees and charges?

#### Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the fund.

Fee	What you pay
Subscription fee	Up to 4.50% of the amount you buy
Switching fee	Up to 1.00% of the converting amount
Redemption fee	None

#### Ongoing fees payable by the fund

The following expenses will be paid out of the fund. They affect you because they reduce the return you get on your investments.

	Annual rate (as a % of the fund's value)
Management fee	Currently up to 1.20% (maximum is 1.20%)
Depository fee	Included in Administration fee
Performance fee	Not Applicable
Administration fee	Currently up to 0.20% (maximum is 0.20%)

#### Other fees

You may have to pay other fees when dealing in the shares of the fund. The fund will also bear the costs which are directly attributable to it, as set out in the Prospectus.

### Additional Information

- You generally buy and redeem shares at the fund's next-determined net asset value (NAV) after CACEIS Hong Kong Trust Company Limited, the Hong Kong service provider who process Hong Kong orders, receives your request in good order on or before 5 p.m. (Hong Kong time) being the dealing cut-off time. Investors are reminded that the distributors may have different cut-off time. Please pay attention to the dealing cut-off time of the respective distributors.

**Global High Yield Bond  
(a sub-fund of Amundi Funds)**

- The net asset value (NAV) of this fund is calculated and the price of shares is published on each valuation day (as defined in the Prospectus). They are available online at [http://www.amundi.com.hk/retail\\*](http://www.amundi.com.hk/retail*).
- The past performance information of other share classes offered to Hong Kong investors are available by Amundi Hong Kong Limited on request and available in English on the website [http://www.amundi.com.hk\\*](http://www.amundi.com.hk*).
- The compositions of dividends (i.e. the relative amounts paid out of (i) net distributable income and (ii) capital) for the last 12 months are available by Amundi Hong Kong Limited on request and can be found online at [http://www.amundi.com.hk\\*](http://www.amundi.com.hk*).

\*The above websites have not been reviewed by the SFC.

**Important**

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.