

## **Mitteilung an alle Anteilseigner der Amundi Euro Alpha Bond Fonds:**

Anbei finden Sie die Information der Fondsgesellschaft, folgender Fond ist betroffen:

**LU1894677027      Amundi Euro Alpha Bond - A EUR CAP**

Details können Sie der beigefügten Anlage entnehmen. Falls Ihre Kunden diesen Änderungen nicht zustimmen und die Möglichkeit besteht, die Anteile ohne Gebühren seitens der Fondsgesellschaft zurückzugeben, können Sie den Verkauf der Anteile direkt in MomentumOffice erfassen.

Bitte nehmen Sie zur Kenntnis, dass für die Abwicklung dieser Aufträge die im Preis- und Leistungsverzeichnis von Momentum ausgewiesenen Gebühren und die auf MomentumOffice angegebenen Annahmeschlusszeiten gelten.

Luxembourg, 19 February 2021

Dear Shareholder,

The board of directors of Amundi Funds (the “**Board**”) would like to inform you of the following changes in the Amundi Funds umbrella:

## 1. Amundi Funds Euro Alpha Bond

With effect from 22 March 2021, the Sub-Fund will be renamed to Argo Bond.

In addition, the investment policy of the Sub-Fund will be amended to:

- provide performance from active investment allocation between various strategies on debt instruments, where the Sub-Fund aimed previously to expose mainly in bonds and money market securities of any type from a broad range of issuers with a complementary excess return strategy principally targeting interest rate risk, credit risk and currency-related;
- authorize ancillary exposure to subordinated bonds, Chinese bonds, equities and eligible indices on loans;
- increase the limit for investment in below-investment grade bonds from 35% to 49%.

The revised investment policy and management process of the Sub-Fund will be:

### Objective

Seeks to achieve a positive return (measured in Euro) in all types of market conditions over the recommended holding period.

### Investments

The Sub-Fund is a financial product that promotes ESG characteristics pursuant to Article 8 of the Disclosure Regulation.

The Sub-Fund's performance is derived from active investment allocation between various strategies described below applied on debt instruments of companies around the world, including emerging markets.

In applying these strategies, the Sub-Fund will be mainly invested in any type of bonds, including subordinated bonds, up to 49% of net assets in below investment-grade bonds, up to 15% of its assets in Chinese bonds denominated in local currency (including via Direct CIBM access), up to 20% of net assets in mortgage-backed securities (MBS) and asset-backed securities (ABS) and up to 10% in contingent convertible bonds.

While complying with the above policies the Sub-Fund may invest in convertible bonds, in money market instruments, up to 10% in equities and up to 10% in other UCITS/UCIs.

The Sub-Fund may be exposed up to 10% to eligible indices on loans.

### Benchmark

The Sub-Fund is actively managed and seeks to outperform (after applicable fees) the €STR Index, (the “**Benchmark**”) over the recommended holding period, while offering controlled risk exposure. The Sub-Fund uses the Benchmark a posteriori as an indicator for assessing the Sub-Fund's performance and, as regards the performance fee, as a benchmark used by relevant share classes, for calculating the performance fees. There are no constraints relative to any such Benchmark restraining portfolio construction. Further, the Sub-Fund has not designated the Benchmark as a reference benchmark for the purpose of the Disclosure Regulation.

### Derivatives

The Sub-Fund makes extensive use of derivatives to implement the Sub-Fund's investment strategies, to reduce various risks, for efficient portfolio management and as a way to gain exposure (long or short) to various assets, markets or other investment opportunities (including derivatives which focus on credit, interest rates, foreign exchange and inflation).

### Base currency EUR

### Management Process

The investment manager actively manages the sub-fund by utilising a research-driven approach to identify and capture mispriced risk premia across a global investment universe. Based on a detailed top-down assessment of global market conditions, the sub-fund investment manager implements a dynamic risk allocation process to shift risk across three key

investment strategies and also integrates bottom-up idea generation and investment opportunities using sector and asset class expertise. The investment manager uses proprietary risk management tools to assess the risk-reward profile of each trade as well as enabling detailed stress and scenario analyses.

The three key investment strategies the investment process is based on are:

- Alpha Opportunities: non-directional and uncorrelated strategies within a defined market, region, or asset class typically focused on currencies, credit, interest rates, inflation, and emerging markets;
- Dynamic Beta: long and short strategies to capture and maximise thematic and tactical opportunities in the market; and
- Core Income: low turnover strategy mainly seeking to provide yield.

Further, the Sub-Fund seeks to achieve an ESG score of its portfolio greater than that of its investment universe. In determining the ESG score of the Sub-Fund and the investment universe, ESG performance is assessed by comparing the average performance of a security against the security issuer's industry, in respect of each of the three ESG characteristics of environmental, social and governance. The selection of securities through the use of Amundi's ESG rating methodology takes into account principal adverse impacts of investment decisions on Sustainability Factors according to the nature of the Sub-Fund.

The other differences between current investment policies and the new investment policies that will be applied are the following:

	Current	New																																				
<b>Investment Manager / Sub-Investment Manager(s)</b>	<b>Investment Manager:</b> Amundi SgR S.p.A <b>Sub-Investment Managers:</b> Amundi Ireland Limited and Amundi Asset Management	<b>Investment Manager:</b> Amundi SgR S.p.A																																				
<b>Main Risks section</b>	<ul style="list-style-type: none"> <li>• Counterparty</li> <li>• Credit</li> <li>• Currency</li> <li>• Default</li> <li>• Derivatives</li> <li>• Hedging</li> <li>• High yield</li> <li>• Interest rate</li> <li>• Investment fund</li> <li>• Leverage</li> <li>• Liquidity</li> <li>• Management</li> <li>• Market</li> <li>• MBS/ABS</li> <li>• Operational</li> <li>• Prepayment and extension</li> </ul>	<ul style="list-style-type: none"> <li>• Benchmark and Sub-Fund performance</li> <li>• Collateral Management</li> <li>• Commodity Related Investments</li> <li>• Counterparty</li> <li>• China</li> <li>• Credit</li> <li>• Currency</li> <li>• Default</li> <li>• Derivatives</li> <li>• Emerging Markets</li> <li>• Hedging</li> <li>• High Yield</li> <li>• Interest Rate</li> <li>• Investment fund</li> <li>• Leverage</li> <li>• Liquidity</li> <li>• Management</li> <li>• Market</li> <li>• MBS/ABS</li> <li>• Operational</li> <li>• Prepayment and Extension</li> <li>• Volatility</li> </ul>																																				
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<b>In scope for Swing Pricing</b>	No	Yes																																				

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If you do not agree with these modifications, you may redeem your shares without redemption fee as provided in the prospectus of Amundi Funds.

The latest prospectus of Amundi Funds and the key investor information documents are available on request free of charge at the registered office of Amundi Funds.

Yours faithfully,

The Board of Directors