

## Datos fundamentales para el inversor

El presente documento recoge los datos fundamentales sobre este OICVM. No se trata de material de promoción comercial. La ley exige que se facilite esta información para ayudarle a comprender la naturaleza de este OICVM y los riesgos que comporta invertir en él. Es aconsejable que lea el documento para poder tomar una decisión fundada sobre la conveniencia o no de invertir en él.

### GROUPAMA ULTRA SHORT TERM BOND

Participación I, C - Código ISIN: FR0012599645

Este OICVM está gestionado por Groupama Asset Management.

## Objetivos y política de inversión

**Clasificación:** OICVM "Bonos y otros títulos de deuda denominados en euros".

**Objetivo de gestión:** obtener un rendimiento superior al del índice Eonia capitalizado neto de gastos de gestión, durante periodos de seis meses con carácter renovable.

En el caso de un nivel muy bajo de los tipos de interés del mercado monetario, el rendimiento emitido por el OPCVM no sería suficiente para cubrir los gastos de gestión y el OPCVM vería descender su valor liquidativo de forma estructural.

**Índice de referencia:** EONIA Capitalizado.

Con el fin de lograr su objetivo de gestión, el OICVM adopta un estilo de gestión activo para obtener una rentabilidad superior a la de su índice neto de gastos de gestión, durante periodos de seis meses con carácter renovable.

Sus principales fuentes de rentabilidad son:

- La sensibilidad del crédito, que se determina, entre otros aspectos, en función de nuestro análisis de la evolución de las primas de riesgo, de la curva del rendimiento propuesto y de las conclusiones de los comités internos.
- La sensibilidad de los tipos de interés, resultado, entre otros, de nuestro análisis de la política monetaria de los bancos centrales y de la evolución de los índices de tipos de interés a corto plazo.
- La asignación geográfica se basa principalmente en las conclusiones de los comités internos.

El activo del OICVM se invierte en instrumentos monetarios y de obligaciones y en depósitos realizados en establecimientos de crédito

El OICVM se invertirá únicamente en títulos calificados con grado de inversión por, al menos, una de las agencias de calificación, o que cuenten con una calificación considerada equivalente otorgada por la sociedad gestora. Esta última prevalece sobre el consejo de las agencias.

La política de inversión implementada trata de mantener el fondo de inversión con una volatilidad anual inferior al 0,50%. A fin de respetar dicho límite al 0,50%, el gerente y el Departamento de Riesgos efectuarán un seguimiento de la cartera anterior y posterior.

El OICVM podrá poseer hasta el 10% de los activos netos en participaciones o acciones del OICVM, de FIA o fondos de inversión de derecho francés o extranjero.

El OICVM podrá invertir en instrumentos derivados negociados en los mercados regulados, organizados y extrabursátiles para cubrir, exponer o proceder a operaciones de arbitraje contra riesgos de tipos de interés, de cambio y de crédito dentro de un límite de compromiso máximo de una vez el activo neto. En función de las oportunidades del mercado, el gestor podrá recurrir a la compra o venta de instrumentos financieros a plazo que respondan a las características de los derivados de crédito (Credit Default Swap - CDS).

Con el objetivo de gestionar la tesorería, el fondo podrá realizar cesiones y adquisiciones temporales de títulos y, de forma excepcional y temporal, efectuar préstamos en efectivo.

**Asignación de los importes distribuibles:** capitalización

**Duración mínima recomendada de la inversión:** 6 meses como mínimo.

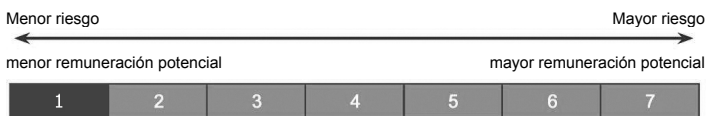
Usted puede obtener el reembolso de sus participaciones todos los días de negociación, excepto los días festivos nacionales (bolsa de París), siguiendo los procedimientos que se describen a continuación.

**Hora límite de centralización de las solicitudes de recompra:** Todos los días hábiles hasta las 12:00 h, hora de París.

**Hora límite de centralización de las solicitudes de suscripción:** Todos los días hábiles hasta las 12:00, hora de París.

**Frecuencia de valoración:** Cada día de negociación excepto los días festivos nacionales (bolsa de París).

## Perfil de riesgo y remuneración



Este indicador permite medir el nivel de volatilidad y el riesgo al que se expone su capital.

Los datos históricos, como aquellos utilizados para calcular el indicador sintético, pueden no constituir una indicación fiable del perfil de riesgo futuro del OICVM.

La categoría de riesgo asociada a este OICVM no está garantizada y puede variar con el tiempo.

La categoría más baja no implica que la inversión esté libre de riesgo.

El OICVM tiene un nivel de riesgo de 1 a causa de su exposición a los riesgos de renta fija y de crédito.

El capital invertido inicialmente no se beneficiará de ninguna garantía.

Los riesgos importantes para el OICVM que no se han tenido en cuenta en el índice son los siguientes:

- **Riesgo crediticio:** Una degradación eventual de la calificación de la firma o un incumplimiento del emisor podrían tener un impacto negativo sobre la cotización del título.
- **Riesgo de contraparte:** Existe el riesgo de que el incumplimiento de una contraparte lleve a una falta de pago que pueda resultar en una disminución del valor liquidativo.
- **Utilización de instrumentos financieros derivados:** podrá aumentar o disminuir la volatilidad del OICVM. En caso de acontecimientos negativos en los mercados, el valor liquidativo podrá disminuir.

## Gastos

Los gastos y comisiones que usted soporta están destinados a sufragar los costes de funcionamiento del OICVM, incluidos los costes de comercialización y distribución de participaciones. Estos gastos reducen el potencial de crecimiento de las inversiones.

Gastos no recurrentes percibidos con anterioridad o con posterioridad a la inversión	
<b>Gastos de entrada</b>	<b>0,50%</b>
<b>Gastos de salida</b>	<b>0,50%</b>
Este es el máximo que puede detrarse de su capital antes de proceder a la inversión o de proceder al reembolso.	
Gastos detrídos del OICVM a lo largo de un mismo año	
<b>Gastos corrientes</b>	<b>0,14%</b>
Gastos detrídos del OICVM en determinadas condiciones específicas	
<b>Comisión de rentabilidad superior</b>	<b>10% impuestos incluidos más allá del EONIA</b>

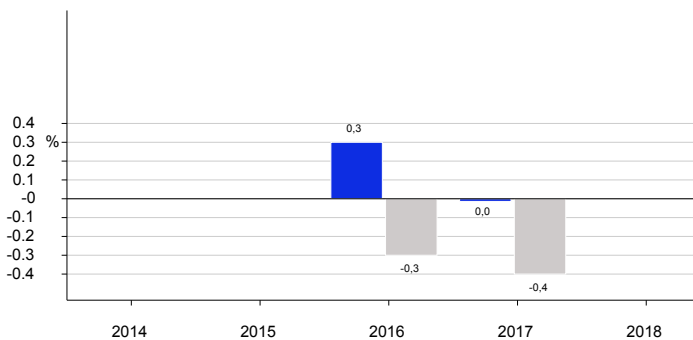
**Los gastos de entrada y salida** indicados representan las tasas máximas. En algunos casos, los gastos pagados podrán ser inferiores. Para obtener más información, consulte a su asesor financiero.

**Los gastos corrientes** se basan en las cifras del ejercicio anterior, finalizado el 29 de diciembre de 2017. Este porcentaje puede variar de un ejercicio a otro. Excluyen

- comisiones de rentabilidad;
- los gastos de intermediación, excepto los gastos de entrada y de salida abonados por el OICVM cuando compre o venda participaciones de otro vehículo de gestión colectiva.

Para obtener más información sobre los gastos de este OICVM, remítase a la sección de gastos del folleto, que se encuentra disponible en la página web [www.groupama-am.com](http://www.groupama-am.com).

## Rentabilidad histórica



■ EONIA Capitalizado  
 ■ GROUPAMA ULTRA SHORT TERM BOND - IC

La rentabilidad histórica no es una garantía de la rentabilidad futura.

Las rentabilidades anuales que se indican en este gráfico han sido calculadas según los ingresos netos reinvertidos y tras la deducción de todos los gastos detrídos por el OICVM.

A partir del 18 de enero de 2019, el fondo ha cambiado de denominación.

Fecha de creación del OICVM: 23 de marzo de 2015

La rentabilidad se ha calculado en euros.

## Información práctica

Forma jurídica: Fondo de inversión colectiva (FCP) de derecho francés; esta participación está reservada a inversores institucionales.

Nombre del depositario: CACEIS Bank.

Nombre del centralizador: Groupama Asset Management para las participaciones por registrar o registradas en forma de nominativas puras y CACEIS Bank para las participaciones por registrar o registradas en forma nominativa o al portador.

El folleto de este OICVM y los últimos informes anuales y semestrales están disponibles en la página web [www.groupama-am.com](http://www.groupama-am.com) y podrán obtenerse previa solicitud por escrito del portador a Groupama Asset Management, 25 rue de la Ville l'Evêque - 75008 PARÍS - Francia.

El valor liquidativo está disponible en la página web [www.groupama-am.com](http://www.groupama-am.com) o previa solicitud a Groupama Asset Management.

Según su régimen fiscal, las plusvalías y los eventuales ingresos vinculados a la tenencia de participaciones del OICVM podrán estar sujetos a impuestos. Le aconsejamos que consulte esta cuestión con su asesor.

El régimen fiscal de los portadores franceses compara el paso de una categoría de participación a otra con una cesión sujeta al impuesto sobre las plusvalías.

Groupama Asset Management únicamente incurrirá en responsabilidad por las declaraciones contenidas en el presente documento que resulten engañosas, inexactas o incoherentes frente a las correspondientes del folleto del OICVM.

Este OICVM está autorizado en Francia y está regulado por la Autorité des Marchés Financiers (AMF).

Groupama Asset Management está autorizado en Francia y está regulado por la Autorité des Marchés Financiers (AMF).

La información acerca de la política de remuneración actualizada está disponible en la página web de Groupama Asset Management: [www.groupama-am.com](http://www.groupama-am.com).

Los presentes datos fundamentales para el inversor son exactos a 18 de enero de 2019.

# PROSPECTUS

*The shares or units of the fund mentioned herein (“the Fund”) have not been registered under the US Securities Act of 1933 and may not be offered or sold directly or indirectly in the United States of America (including its territories and possessions), to US persons, as defined in Regulation S (“US persons”).*

---

<b>1</b>	<b>General characteristics.....</b>	<b>1</b>
<b>2</b>	<b>Administrators .....</b>	<b>2</b>
<b>3</b>	<b>Management and operating principles .....</b>	<b>4</b>
	3.1 General characteristics.....	4
	3.2 Special provisions .....	4
<b>4</b>	<b>Commercial information .....</b>	<b>16</b>
<b>5</b>	<b>Investment rules .....</b>	<b>17</b>
<b>6</b>	<b>Overall risk.....</b>	<b>17</b>
<b>7</b>	<b>Asset valuation and accounting rules .....</b>	<b>17</b>
	7.1 Valuation methods .....	17
	7.2 Valuation methods for off-balance sheet commitments .....	18
	7.3 Method used to recognise income from fixed-income securities.....	18
	7.4 Method used to recognise expenses .....	18
<b>8</b>	<b>Remuneration.....</b>	<b>18</b>

---

## **1 GENERAL CHARACTERISTICS**

**Name:**

**GROUPAMA ULTRA SHORT TERM BOND**

**Legal form and Member State in which the Fund was incorporated:**

French mutual fund (*Fonds Commun de Placement*, FCP).

**Formation date and planned term:**

23 March 2015. Fund initially formed for a 99-year term.

## Summary of the management offer:

Unit class	ISIN code	Distribution of distributable income	Base currency	Eligible subscribers	Minimum initial subscription	Initial net asset value
G unit	FR0012599637	Accumulation and/or distribution and/or retention	Euro	Reserved for Groupama Assurances Mutuelles' companies, subsidiaries and regional mutuals	€300,000	€10,000
IC unit*	FR0012599645	Accumulation	Euro	Reserved for institutional investors	One thousandth of a unit	€10,000
ID unit*	FR0012599660	Distribution	Euro	Reserved for institutional investors	One thousandth of a unit	€10,000
MC unit	FR0012599686	Accumulation	Euro	Reserved for institutional investors excluding UCIs or mandates managed by Groupama Asset Management or its subsidiaries	One thousandth of a unit	€1,000
R unit	FR0013304292	Accumulation	Euro	Reserved for investors subscribing via distributors or intermediaries providing advisory services as defined by the MiFID II European regulations, or individual portfolio management services under mandate when they are exclusively remunerated by their clients	One thousandth of a unit	€1,000
N unit	FR0013346079	Accumulation	Euro	All subscribers	One thousandth of a unit	€100

\*Including all subscriptions processed before 5 July 2018.

### Address from which the Fund's regulations (if they are not attached) and the latest annual report and interim financial statement may be obtained:

The latest annual report and the composition of assets will be sent to unitholders within eight business days of receipt of a written request sent to:

Groupama Asset Management, 25 rue de la Ville l'Evêque, 75008 Paris, France.

These documents are also available on the company's website at [www.groupama-am.com](http://www.groupama-am.com)

### Contact details:

For corporate and institutional investors: Groupama Asset Management's Business Development Department (Sales office: +33 (0)1 44 56 76 76).

For individual investors: your distributor (GROUPAMA ASSURANCES MUTUELLES' distribution networks; external distributors approved by Groupama Asset Management).

Additional information, if necessary, may be obtained from the Groupama Asset Management Business Development Department: +33 (0)1 44 56 76 76).

## 2 ADMINISTRATORS

### Management Company:

Groupama Asset Management, 25 rue de la Ville l'Evêque, 75008 Paris, France, a portfolio management company authorised by the *Commission des opérations de bourse*, now superseded by the *Autorité des marchés financiers* (French financial markets authority – AMF) under number GP 93-02 on 5 January 1993.

### Depository – Custodian:

CACEIS Bank, 1-3 Place Valhubert, 75013 Paris, France, a credit institution authorised by the CECEI (now the ACPR – *Autorité de Contrôle Prudentiel et de Résolution*, the French Prudential Supervisory Authority) on 1 April 2005.

The custodian's duties, as defined by the applicable regulations, include custody of the assets, checking that the management company's decisions are lawful and monitoring UCIs' cash flows.

The custodian is independent of the management company.

The description of the delegated custodial duties, the list of representatives and sub-representatives of CACEIS Bank and information relating to conflicts of interest that may result from these delegations are available on the CACEIS website: [www.caceis.com](http://www.caceis.com).

Updated information is made available to investors upon request.

**Clearing house for subscriptions/redemptions:**

- **Groupama Asset Management**, for pure registered units.

Following collection of these orders, Groupama Asset Management will forward them to CACEIS Bank in its capacity as an affiliate of Euroclear France.

- And, by delegation of the management company, **CACEIS Bank** for bearer or administered registered units.

**Institutions appointed to receive subscriptions and redemptions, and responsible for compliance with the clearing deadlines indicated in the prospectus, by delegation of the management company:**

- **CACEIS Bank**, for bearer or administered registered units

- **Orange Bank**, for bearer or administered registered units, on behalf of clients for whom it provides custody account-keeping services. A credit institution authorised by the CECEI (now the ACPR, the French Prudential Supervisory and Resolution Authority) on 23 July 1999, whose registered office is at 67 rue Robespierre, 93107 Montreuil Cedex, France.

**Fund accounting:**

CACEIS Bank is responsible for the UCI's fund accounting, covering the clearance of subscription and redemption orders for units of the UCI. It will process these orders in partnership with Euroclear France, with which the UCI is listed, and manage the UCI's unit issuance account for bearer or administered registered units.

**Statutory auditor:**

Deloitte & Associés, 185 Avenue Charles de Gaulle, 92524 Neuilly-sur-Seine Cedex, France, represented by Mr Jean-Pierre Vercamer, the incumbent statutory auditor.

**Distributors:**

GROUPAMA ASSURANCES MUTUELLES' distribution networks are based at 8-10 Rue d'Astorg, 75008 Paris, France, and external distributors are approved by Groupama Asset Management.

**Accounting representative:**

CACEIS FUND ADMINISTRATION, 1-3 place Valhubert, 75013 Paris, France, a credit institution authorised by the CECEI (now the ACPR – *Autorité de Contrôle Prudentiel et de Résolution*, the French Prudential Supervisory Authority) on 1 April 2005.

**Conflict of interest management policy**

In order to identify, prevent, manage and monitor conflicts of interest that result from delegations, the management company has implemented a conflict of interest management policy available on request from your usual advisor or on the management company's website [www.groupama-am.com](http://www.groupama-am.com).

### 3 MANAGEMENT AND OPERATING PRINCIPLES

#### 3.1 General characteristics

##### **Characteristics of units:**

Type of right attached to the unit class:

Each unitholder has a shared ownership right in the assets of the Fund in proportion to the number of units held.

Shareholder register and fund accounting:

Fund accounting is provided by the custodian, CACEIS Bank.

Unit administration is performed by Euroclear France.

Voting rights:

No voting rights are attached to the units, as decisions are made by the management company.

Types of units:

Units are registered and/or bearer units.

- Fractioning: G, IC, ID, MC, R and N units may be subscribed and redeemed in amounts or in thousandths of a unit.

The full redemption of units will only be possible as a quantity.

##### **Financial year end:**

The last Paris Stock Exchange trading day in December.

The first financial year end was the last Paris Stock Exchange trading day in December 2015.

##### **Tax system:**

The Fund is not subject to corporation tax. In accordance with the principle of transparency, the tax authorities consider the unitholder to be the direct owner of a share of the financial instruments and cash held in the Fund.

The tax treatment of any capital gains or income from holding Fund units depends on tax provisions specific to the unitholder's own particular circumstances and/or on the tax provisions in the country where the unitholder resides. Investors should seek professional financial advice.

The French tax system considers a switch from one unit class to another unit class to be a sale subject to capital gains tax.

#### 3.2 Special provisions

##### **ISIN code for the different unit classes:**

G unit: FR0012599637

IC unit: FR0012599645

ID unit: FR0012599660

MC unit: FR0012599686

R unit: FR0013304292

N unit: FR0013346079

##### **Classification:**

**“Bonds and other debt securities denominated in euros” UCITS**

**Investment in UCIs:** up to 10% of net assets.

**Investment objective:**

The investment objective is to outperform the capitalised EONIA index net of management fees, over rolling six-month periods.

If money-market interest rates are very low, the return generated by the Fund may not be sufficient to cover the management fees, resulting in a structural decline in the net asset value of the Fund.

**Benchmark index:**

The benchmark index is the capitalised EONIA index.

The capitalised EONIA (Euro Overnight Index Average) index is the average rate of the daily transactions on the interbank market in euros. It corresponds to the average overnight interbank rate communicated to the European Central Bank (ECB) by the reference banks and weighted by the volume of transactions processed. It is calculated by the European Central Bank. It is published by the European Banking Federation.

Bloomberg reference code: EONIA Index.

The Fund does not seek to replicate the benchmark, but to generate an outperformance.

As such, the performance of the benchmark may differ from that of the Fund. However, the Fund will maintain a level of risk that is comparable to that of its benchmark.

In accordance with Article 52 of Regulation (EU) 2016/1011 of the European Parliament and of the Council of 8 June 2016, the European Money Markets Institute (EMMI), the administrator of the Eonia benchmark index, has until 1 January 2020 to apply for authorisation. As of the date of the latest update to this prospectus, the administrator of the benchmark index has not yet obtained authorisation and is therefore not yet included in the register of administrators and benchmark indices held by ESMA.

The Administrator will make information on its indices available to the public on its website: <https://www.emmi-benchmarks.eu/>.

Groupama Asset Management has an internal action plan which will be implemented in the event of substantial modification or termination of the benchmark index.

**Investment strategy**

Description of the strategies used

**▮ Fund strategy:**

The main sources of performance are:

1. Credit sensitivity, which is partly determined by our analysis of changes in risk premiums, the suggested yield gradient or the decisions of internal committees.
2. Rate sensitivity, which is partly derived from our analysis of central bank monetary policy and of short-term changes in indices.
3. Geographic allocation, based primarily on the decisions of internal committees.

**▮ Asset portfolio composition strategy:**

The strategy implemented aims to outperform the capitalised EONIA index over the recommended investment period, after deduction of management fees.

Its construction is based on the analysis of the money market environment using a combination of top down and bottom up approaches.

The top-down approach focuses on the analysis of major macro-economic and political trends and how they influence the monetary policy decisions of the central banks.

The bottom-up approach identifies opportunities and risks specific to certain sectors or issuers.

These two approaches combine to construct the portfolio.

The selection of public or private issuers included in the portfolio by the manager is based on his own analysis, which may be based on the expertise of the internal credit analysis team for the purposes of optimising the risk of the issuers in the portfolio and on credit ratings issued by external entities.

**▮ Management style:**

The Fund adopts an active management style aimed at outperforming its benchmark, net of management fees over rolling six-month periods.

Assets, excluding embedded derivatives

▮ Debt securities and money market instruments:

The Fund's assets are invested in bonds and money-market instruments assessed by the management company as "investment grade" and in deposits made with credit institutions that comply with the following criteria:

Maximum Weighted Average Life <sup>1</sup>	18 months
Maximum Weighted Average Maturity <sup>2</sup>	6 months
Maximum residual life of securities and instruments	Fixed-rate instruments and securities: 3 years. Adjustable-rate instruments and securities within a maximum 3-year period:

The investment policy implemented aims to maintain the annualised volatility for the Fund below 0.50%. In order to maintain this volatility below 0.50%, the portfolio will be monitored ex ante and ex post by the manager and the Risk Department.

The overall sensitivity of the portfolio is between 0 and 0.50.

- Legal nature of the instruments used:
  - short-term negotiable securities
  - euro commercial paper
  - treasury bills
  - medium-term negotiable securities
  - fixed-rate, variable-rate and inflation-linked bonds

The Fund may also use fixed-rate, variable-rate and inflation-linked bonds.

The Fund will be subject to the limits below:

Interest rate sensitivity range within which the Fund is managed	Geographical area of issuers of securities or underlying assets of securitisation products	Level of exposure to securities in this area*
0 to 0.5	Any issuer whose issues are denominated in euros	[80% – 110%]
	Any issuer whose issues are denominated in currencies other than the euro	[0% – 10%]

\* excluding exposure via derivatives

Exchange rate risk will be systematically hedged. Other authorised currencies are: GBP, USD, JPY, NOK, CAD, AUD, CHF, SEK, DKK.

<sup>1</sup> Weighted Average Life (WAL) Weighted average of the remaining terms until full repayment of the principal of the securities held by the Fund.

<sup>2</sup> Weighted Average Maturity (WAM) Weighted average of the remaining terms until the next revision of the money market rate rather than the time remaining to repayment of the principal.



- Breakdown of private/public debt  
Up to 100% of the Fund's assets may be invested in private sector securities, government bonds and the securities of supranational bodies.
- Holding of shares or units of other UCITS, AIFs or investment funds:  
The Fund may invest up to 10% of its net assets:
  - in French or foreign UCITS, AIFs or investment funds classed as "Money market" or "Short-term money market" funds.

In particular, UCITS and AIFs managed directly or indirectly by Groupama Asset Management may be used.

For each of the above-mentioned classes:

- Holding ranges:
  - Debt securities and money market instruments: up to 100% of net assets.
  - Government bonds or their equivalents, fixed or variable-rate bonds: up to 100% of net assets.
  - Shares or units in other UCITS or AIFs: up to 10% of net assets.
- Rating-based selection criteria:

Securities with a maturity of more than two years shall not represent more than 30% of the portfolio. For this restriction, the maturity date to be used for instruments with an early redemption option at the discretion of the holders is the next early redemption date.

The Fund will only be invested in securities rated investment grade by at least one rating agency or which have a rating deemed equivalent by the management company. The latter's opinion shall take precedence over that of agencies.

Securities with a maturity of more than two years rated BBB- or whose rating is deemed equivalent by the management company shall not represent more than 10% of the portfolio.

The selection of public or private issuers included in the portfolio by the manager is based on his own analysis, which may be based on the expertise of the internal team for the purposes of optimising the risk/return profile of issuers in the portfolio and on credit ratings issued by external entities.

- Derivative instruments

The use of derivatives is authorised subject to a maximum commitment of 100% of the Fund's net assets and therefore has an impact on both the performance and the investment risk of the portfolio.

These instruments will allow for:

- the Fund's overall exposure to interest-rate and credit risk to be increased or reduced;
- the portfolio to be hedged against exchange rate risk.

In this respect, they increase management flexibility. Derivatives are therefore used to maximise performance.

The manager may trade in the derivative instruments described in the table below:

Risks in which the manager intends to trade		Types of markets targeted			Types of trades			
		Regulated	Organised	Over the counter	Hedging	Exposure	Arbitrage	Other
Equities								
Interest rates	X							
Foreign exchange	X							
Credit	X							
<b>Types of instruments used</b>								
<b>Futures</b>								
- Equities								
- Interest rates		X	X		X	X	X	
- Currencies								
<b>Options</b>								
- Equities								
- Interest rates		X	X	X	X	X		
- Foreign exchange								
<b>Swaps</b>								
- Equities								
- Interest rates				X	X	X		
- Inflation				X	X			
- Foreign exchange				X	X			
- Total return swaps								
<b>Forward currency contracts</b>								
- Forward currency contracts				X	X			
<b>Credit derivatives</b>								
- Single entity credit default swaps and basket default swap(s)				X single entity	X single entity	X single entity	X single entity	
- Credit-linked notes (CLN)								
- Indices								
- Index options								
- Structuring for basket credit derivatives (CDO tranches, iTraxx tranches, FTD, NTD, etc.)								
<b>Other</b>								
- Equity								
<b>Warrants</b>								
- Equities								
- Interest rates								
- Foreign exchange								
- Credit								
<b>Other</b>								
- EMTN								
<b>Other</b>								
- Equities								
- Interest rates								

- Cash borrowings:

On an exceptional and temporary basis, the manager may borrow cash from the custodian, CACEIS Bank, up to the value of 10% of the Fund's net assets.

#### Temporary purchases and sales of securities

- Types of trades used:
  - Repurchase and reverse repurchase agreements as defined by the French Monetary and Financial Code, carried out according to market convention with French credit institutions acting as a custodian, with the option to suspend agreements at any time within 24 hours, on the Fund's initiative.
  - Securities lending and borrowing is excluded.
  - Types of transactions, all of which must be limited to the achievement of the investment objective: these transactions will be made primarily as part of the Fund's cash management.
  - Types of trades: these are primarily used to adjust the portfolio to compensate for variations in the assets under management.
  
- Types of assets that may be subject to such transactions:
  - Negotiable debt securities
  - Bonds.
  
- Level of use anticipated and authorised:  
Temporary sales of securities:
  - Maximum use: 100% of net assets
  - Expected use: approximately 10% of net assets.

#### Repurchase and reverse repurchase agreements:

- Maximum use: 100% of net assets
- Expected use: approximately 10% of net assets.

#### ▸ Criteria determining counterparty selection

These transactions will be concluded with credit institutions with a minimum rating of "Investment Grade" or deemed equivalent by the management company, whose registered office is located in an OECD member country.

As the Fund uses derivatives and may borrow cash, as well as use transactions involving temporary purchases and sales of securities, the portfolio's total level of exposure will not exceed 200% of the net assets.

#### **Information relating to the Fund's collateral:**

The GROUPAMA ULTRA SHORT TERM BOND mutual fund complies with the investment rules for financial collateral that are applicable to UCITS and does not apply specific criteria in addition to these rules.

The Fund may receive securities (such as corporate bonds and/or government bonds) or cash collateral in the context of temporary purchases and sales of securities and derivatives transactions traded over the counter. The collateral received and its diversification will comply with the restrictions of the Fund.

Only the cash collateral received will be reused, via reinvestment in accordance with the rules applicable to UCITS.

All of these assets received as collateral must be issued by high-quality, liquid, diversified issuers with low volatility that are not an entity of the counterparty or its group.

These assets received as collateral will be retained by the custodian of the Fund on specific accounts. Management of margin calls will be undertaken on a daily basis by the custodian.

The discounts applied to collateral received take into account the quality of credit, the price volatility of the securities and the result of stress tests carried out in accordance with the regulatory provisions.

The level of financial guarantees and the discount policy are determined in accordance with the regulations in force.

**Risk profile:****- Interest rate risk:**

Investors are exposed to interest rate risk. Interest rate risk is the risk that bond market interest rates may rise, which would cause bond prices to fall and, as a consequence, the net asset value of the Fund would also fall.

**- Risk of capital loss:**

Investors will be exposed to the risk of not recovering the full amount of the capital they invest, since the Fund does not offer any capital guarantee.

**- Use of derivatives:**

The use of derivatives may increase or decrease the volatility of the Fund by respectively increasing or decreasing its exposure.

**- Risks associated with financing operations on securities and the management of financial collateral:**

The use of temporary purchases and sales of securities may increase or reduce the net asset value of the Fund.

The risks associated with these transactions and the management of financial collateral are credit risk, counterparty risk and liquidity risk as defined below.

Furthermore, the operational or legal risks are very limited due to an appropriate operating process, the custody of collateral received by the custodian of the Fund and the supervision of this type of operation in framework agreements concluded with each counterparty.

Finally, the risk of collateral reuse is very limited since only cash collateral is reused in accordance with the regulations relating to UCITS.

**- Credit risk:**

This is the potential risk that the issuer's credit rating may be downgraded or that the issuer may default, causing it to default on payment, which will negatively impact the price of the security and thus the Fund's net asset value.

Credit risk also exists in connection with temporary purchases and sales of securities if, at the same time, the counterparty for these transactions defaults and the issuer of the collateral received declares a default on the debt securities received as collateral.

**- Counterparty risk:**

Counterparty risk is present and it is linked to temporary purchases and sales of securities and derivatives transactions traded over the counter. It consists of assessing the risks for an entity in terms of its commitments regarding the counterparty with which the agreement has been concluded. It therefore refers to the risk that a counterparty may default, causing it to default on payment. In accordance with regulations, this risk may not exceed 10% of the Fund's net assets per counterparty. This risk is, however, limited by the provision of collateral.

**- Liquidity risk:**

Liquidity risk remains low owing to a rigorous choice of liquid securities carefully selected through our short-term management process. The Fund's liquidity is ensured by diversifying its issuers, the short duration of its securities, its spread of maturities and its closely calibrated cash equivalents.

In the event of the default of a counterparty in a securities financing transaction, this risk will apply to collateral by way of the sale of securities received.

**- Exchange rate risk:**

The portfolio will not be exposed to exchange rate risk.

**Guarantee or protection:**

None.

**Eligible subscribers and typical investor profile:**

G units: Reserved for Groupama Assurances Mutuelles' companies, subsidiaries and regional mutuals

IC and ID units: Reserved for institutional investors

M units: Reserved for institutional investors excluding UCIs or mandates managed by Groupama Asset Management or its subsidiaries

R units: Reserved for investors subscribing via distributors or intermediaries providing advisory services as defined by the MiFID II European regulations, or individual portfolio management services under mandate when they are exclusively remunerated by their clients

N units: All subscribers

The GROUPAMA ULTRA SHORT TERM BOND mutual fund is aimed at investors seeking a low risk in the management of their investments as well as returns above those of the eurozone money market. This Fund may especially be used for short-term investments with a minimum recommended investment term of six months.

Investment diversification: this is achieved by investing in different classes of assets (money market instruments, bonds and equities) and in specific sectors and different geographical regions so as to spread risk more effectively and optimise portfolio management by taking market trends into account.

**Distributable income calculation and appropriation methods:**

This UCITS is a multi-class fund:

G units. Distribution and/or Accumulation. Interim dividend payments are authorised. Option to retain earnings in full or in part.

IC units: Accumulation

ID units: Distribution

MC units: Accumulation

R units: Accumulation

N units: Accumulation

**Characteristics of units:**

Initial net asset value of each unit class:

G units: €10,000

IC units: €10,000

ID units: €10,000

MC units: €1,000

R units: €1,000

N units: €100

Currency of units: euro.

### Subscription and redemption procedures:

Orders are executed for all units in accordance with the table below:

G, I and N units

D	D	D: NAV calculation date	D+1 business day	D+1	D+1
Clearing of subscription orders before 12.00 noon <sup>1</sup>	Clearing of redemption orders before 12.00 noon <sup>1</sup>	Execution of the order no later than D	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions

R and M units

D	D	D: NAV calculation date	D+1 business day	D+2	D+2
Clearing of subscription orders before 12.00 noon <sup>1</sup>	Clearing of redemption orders before 12.00 noon <sup>1</sup>	Execution of the order no later than D	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions

Subscriptions and redemptions are cleared by CACEIS Bank and may be received every bank business day until 12 noon:

- at CACEIS Bank and Orange Bank on behalf of clients for whom it provides custody account-keeping services, for bearer or administered registered units,
- and at Groupama Asset Management for pure registered units.

They are executed on an unknown net asset value basis with settlement on D+1 Euronext Paris for the G, I and N unit classes and on D+2 Euronext Paris for the R and M unit classes.

Investors are reminded that when sending instructions to distributors other than the institutions indicated above, they must take into account the fact that the cut-off time for clearing imposed by CACEIS Bank applies to these distributors. Consequently, these marketing agents may stipulate their own earlier cut-off time, which may precede the cut-off time mentioned above so that instructions can be sent to CACEIS Bank on time.

The Fund's net asset value is calculated every trading day except for official French public holidays. The reference calendar is that of the Paris Stock Exchange.

The net asset value may be obtained from the offices of Groupama Asset Management.

Units may be subscribed to in exact amounts or in thousandths of a unit for the MC unit class.

#### Minimum initial subscription:

G units: minimum initial subscription: €300,000.

IC units: minimum initial subscription: one thousandth of a unit.

ID units: minimum initial subscription: one thousandth of a unit.

MC units: minimum initial subscription: one thousandth of a unit.

R units: minimum initial subscription: one thousandth of a unit.

N units: minimum initial subscription: one thousandth of a unit

### Charges and fees:

#### Subscription and redemption fees:

Subscription and redemption fees increase the subscription price paid by the investor, or reduce the redemption price. Fees paid to the Fund are used to compensate the Fund for the expenses incurred in the investment or divestment of the Fund's assets. The remaining fees accrue to the management company, distributor and so on.

#### IC and ID units:

Fees payable by the investor at the time of subscription or redemption	Base	Rate scale
Subscription fee not accruing to the Fund	Net asset value x Number of units or shares	0.50% incl. tax**
Subscription fee accruing to the Fund	Net asset value x Number of units or shares	None
Redemption fee not accruing to the Fund	Net asset value x Number of units or shares	0.50% incl. tax**
Redemption fee accruing to the Fund	Net asset value x Number of units or shares	None

\*\* In accordance with the current rate of VAT

#### G, MC, R and N units:

Fees payable by the investor at the time of subscription or redemption	Base	Rate scale
Subscription fee not accruing to the Fund	Net asset value x Number of units or shares	4.00% incl. tax**
Subscription fee accruing to the Fund	Net asset value x Number of units or shares	None
Redemption fee not accruing to the Fund	Net asset value x Number of units or shares	4.00% incl. tax**
Redemption fee accruing to the Fund	Net asset value x Number of units or shares	None

\*\* In accordance with the current rate of VAT

#### Operating and management fees:

These fees include all those charged directly to the Fund, except for transaction charges. Transaction charges include intermediary fees (e.g. brokerage fees and stock market taxes) and the transaction fee, if any, that may be charged, particularly by the custodian and the management company.

The following fees may be charged in addition to the operating and management fees:

- ▶ performance fees. These reward the management company if the Fund exceeds its objectives. They are therefore charged to the Fund;
- ▶ transaction fees charged to the Fund;

For more information regarding the ongoing charges invoiced to the Fund, please refer to the “Charges” section of the Key Investor Information Document (KIID).

G unit:

<b>Fees charged to the Fund</b>	<b>Base</b>	<b>Rate scale</b>
Financial management fees and administrative fees external to the management company (statutory auditor, custodian, distribution, lawyers, etc.)	Net assets	Maximum rate 0.20% incl. tax**
Maximum indirect fees (management fees and charges)	Net assets	Maximum rate *:
Transaction fee accruing to the custodian, CACEIS Bank	Deducted from each transaction	€0 to €63.38 incl. tax**
Transaction fee accruing to the Management Company	Deducted from each transaction	By type of instrument (incl. tax)**: Equities and similar: max. 0.1% Bonds and similar: max. 0.03% Futures and options: max. €1 per lot
Performance fee	Net assets	None

IC, ID and MC units:

<b>Fees charged to the Fund</b>	<b>Base</b>	<b>Rate scale</b>
Financial management fees and administrative fees external to the management company (statutory auditor, custodian, distribution, lawyers, etc.)	Net assets excluding UCIs	Maximum rate** 0.20% incl. tax
Maximum indirect fees (management fees and charges)	Net assets	Maximum rate*:
Transaction fee accruing to the custodian, CACEIS Bank	Deducted from each transaction	€0 to €63.38 incl. tax**
Transaction fee accruing to the Management Company	Deducted from each transaction	By type of instrument (incl. tax)**: Equities and similar: max. 0.1% Bonds and similar: max. 0.03% Futures and options: max. €1 per lot
Performance fee	Net assets	10% incl. tax above the EONIA***



R unit:

<b>Fees charged to the Fund</b>	<b>Base</b>	<b>Rate scale</b>
Financial management fees and administrative fees external to the management company (statutory auditor, custodian, distribution, lawyers, etc.)	Net assets Deducted from Fund units or shares	Maximum rate 0.25% incl. tax
Maximum indirect fees (management fees and charges)	Net assets	Maximum rate *:
Transaction fee accruing to the custodian, CACEIS Bank	Deducted from each transaction	€0 to €63.38 incl. tax**
Transaction fee accruing to the Management Company	Deducted from each transaction	By type of instrument (incl. tax)**: Equities and similar: max. 0.1% Bonds and similar: max. 0.03% Futures and options: max. €1 per lot
Performance fee	Net assets	10% incl. tax above the EONIA***

N unit:

<b>Fees charged to the Fund</b>	<b>Base</b>	<b>Rate scale</b>
Financial management fees and administrative fees external to the management company (statutory auditor, custodian, distribution, lawyers, etc.)	Net assets Deducted from Fund units or shares	Maximum rate 0.40% incl. tax
Maximum indirect fees (management fees and charges)	Net assets	Maximum rate *:
Transaction fee accruing to the custodian, CACEIS Bank	Deducted from each transaction	€0 to €63.38 incl. tax**
Transaction fee accruing to the Management Company	Deducted from each transaction	By type of instrument (incl. tax)**: Equities and similar: max. 0.1% Bonds and similar: max. 0.03% Futures and options: max. €1 per lot
Performance fee	Net assets	10% incl. tax above the EONIA***

\* Not significant, since the UCIs held in the portfolio account for less than 20%

\*\*VAT at the current rate

\*\*\* If the performance of the EONIA is positive, 10% of the performance above the capitalised EONIA. If the performance of the EONIA is negative, 10% of the performance above 0.

The performance fee will be subject to a provision for variable management fees when calculating the net asset value.

If, between two consecutive net asset values, the Fund's performance is negative, any prior provisions will be readjusted by a writeback up to the limit of the underperformance. Writebacks are capped at the level of existing provisions.

The total amount of operating, management and performance fees cannot exceed a total set at the beginning of each financial year by the management company, subject to the maximum rates indicated above. For redemptions, the portion of the variable management fee provision corresponding to the number of units redeemed accrues in full to the management company.

The variable portion at the end of the financial year will be equal to the total provisions and writebacks applied to each net asset value. All or part of this variable portion may be carried forward to the following financial year (the fee may be levied for the first time at the end of the 2017 financial year).

Further details about the method for calculating variable management fees are available from Groupama Asset Management.

Any exceptional legal costs related to recovery of the Fund's receivables may be added to the fees detailed above.

The total income from transactions involving the temporary purchase and sale of securities accrues to the Fund.

Charges, costs and fees in respect of these transactions are charged by the custodian and paid by the Fund.

#### Selection of intermediaries:

Fund managers have a list of authorised intermediaries. A Broker Committee meets every six months to assess managers' evaluations of brokers and the entire value-added chain (analysts, middle office, etc.) and to justify the inclusion of new brokers and/or the exclusion of others.

Based on their expertise, each manager reports on the following criteria:

- ▶ Quality of research
- ▶ Quality of the order execution prices
- ▶ Liquidity offered
- ▶ Broker's longevity
- ▶ Quality of analysis, etc.

#### **Tax system:**

Disclaimer: Depending on your tax system, capital gains and income resulting from ownership of the Fund's units may be subject to tax. We recommend that you seek advice on this subject from your tax adviser.

## **4 COMMERCIAL INFORMATION**

Information relating to the Fund may be obtained by writing to:

Groupama Asset Management  
25 rue de la Ville l'Evêque – 75008 Paris – France  
or on the website: [www.groupama-am.com](http://www.groupama-am.com)

The Fund's net asset value is available at [www.groupama-am.com](http://www.groupama-am.com)

The latest annual and interim documents are available to unitholders on request from:

Groupama Asset Management  
25 rue de la Ville l'Evêque - 75008 Paris - France

Subscription and redemption requests are cleared at the following address:

CACEIS Bank  
1-3 Place Valhubert 75206 Paris Cedex 13 - France

Information on environmental, social and corporate governance (ESG) criteria:

Further information regarding the way the management company takes ESG criteria into account is available in the Fund's annual report and on the Groupama Asset Management website, [www.groupama-am.com](http://www.groupama-am.com).

## 5 INVESTMENT RULES

The Fund complies with the regulatory ratios applicable to UCITS, as defined by the French Monetary and Financial Code.

## 6 OVERALL RISK

The overall risk of this Fund is determined using the commitment method.

## 7 ASSET VALUATION AND ACCOUNTING RULES

The Fund complies with the accounting rules prescribed by current regulations, in particular those applying to UCITS.

### 7.1 Valuation methods

#### **Securities traded on a French or foreign regulated market:**

French, Eurozone and foreign equities traded on the Paris Stock Exchange:

=> Last price on the valuation day

For interest rate products, the management company reserves the right to use consensus prices when these are more representative of the market value.

Foreign securities denominated in currencies other than the euro are converted into euros at the exchange rate in Paris on valuation day.

#### **Fund shares and securities**

These are valued at their last known net asset value.

#### **Negotiable debt securities**

Negotiable debt securities are valued in accordance with the following rules:

- ▶ Fixed-rate annual interest treasury bills (BTAN) and fixed-rate treasury bills (BTF) are valued on the basis of the day's prices published by the Banque de France.
- ▶ Other negotiable debt securities (e.g. certificates of deposit, commercial paper, bonds issued by financial companies and bonds issued by specialist financial institutions) are valued on the basis of:

the actual market traded price;

in the absence of a meaningful market price, by applying an actuarial method to increase the reference price by a margin reflecting the intrinsic characteristics of the issuer. If the issuer's situation changes significantly, this margin may be adjusted over the period during which the security is held.

Negotiable debt securities with a residual term of up to three months are valued on a straight-line basis.

#### **Futures and options contracts**

Futures contracts on derivatives markets are valued at the previous day's settlement price.

Options on derivatives markets are valued at the previous day's closing price.

### Over-the-counter transactions

Transactions agreed on over-the-counter markets and authorised by the regulations applicable to UCIs are valued at their market value.

### Temporary purchases and sales of securities

- Temporary purchases of securities

Securities received under repurchase agreements or borrowed securities are entered in the long portfolio under "Receivables representing securities received under repurchase agreements or borrowed securities" at the amount provided for in the contract, plus interest receivable.

- Temporary sales of securities

Securities sold under repurchase agreements or loaned securities are entered in the portfolio and valued at their current value.

The debt representing the securities transferred under repurchase agreements such as in the case of loaned securities is entered in the short portfolio at the value set in the contract plus accrued interest. On settlement, the interest received or paid is recognised as income from receivables.

- Collateral and margin calls

Collateral received is valued at the market price (mark-to-market).

Daily fluctuation margins are calculated using the difference between the valuation at market price of collateral provided and the valuation at market price of collateralised instruments.

Generally, financial instruments for which the price has not been recorded on the valuation day or for which the price has been adjusted are valued at their likely trading price as determined by the SICAV's board of directors or management board or, for mutual funds, by the management company. Such valuations and their supporting documentation are communicated to the statutory auditor during audits.

### 7.2 Valuation methods for off-balance sheet commitments

Futures contracts are valued at nominal value x quantity x settlement price x (currency).

Options contracts are valued at their underlying equivalent.

Swaps:

- Asset-backed or non-asset-backed swaps

Commitment = nominal value + valuation of the fixed-rate leg (if fixed/variable) or the variable-rate leg (if variable/fixed) at the market price.

- Other swaps

Commitment = nominal value + market value (if the Fund has adopted a synthetic valuation method).

### 7.3 Method used to recognise income from fixed-income securities

Accrued interest method.

### 7.4 Method used to recognise expenses

Transactions are accounted for excluding fees and expenses.

## 8 REMUNERATION

Details of the updated remuneration policy are available on the Groupama Asset Management website: [www.groupama-am.com](http://www.groupama-am.com).

\* \* \* \* \*

# FONDS COMMUN DE PLACEMENT (MUTUAL FUND) REGULATIONS

## GROUPAMA ULTRA SHORT TERM BOND

\*\*\*\*\*

### PART 1 ASSETS AND UNITS

#### **Article 1 – CO-OWNERSHIP UNITS**

The rights of co-owners are expressed as units, each unit corresponding to the same fraction of the assets of the Fund. Each unitholder has a shared ownership right to the assets of the Fund in proportion to the number of units held.

The term of the Fund is 99 years from the date it was authorised by the AMF (French financial markets authority), unless dissolved early or extended in accordance with these regulations.

Classes of units:

The characteristics of the various classes of units and the eligibility rules governing them are set out in the Fund's prospectus.

The different unit classes may:

- be subject to different earnings distribution regimes (distribution or accumulation);
- be denominated in different currencies;
- bear the costs of the various management fees;
- bear the costs of the various subscription and redemption fees;
- have different nominal values;
- be matched with a systematic partial or total hedge, which is defined in the prospectus. This hedging is accomplished using financial instruments and reduces to a minimum the impact of hedging transactions on the other unit classes of the Fund;
- be limited to one or several marketing channels.

Units may be combined or divided.

Upon decision of the competent body of the management company, units may be fractioned into tenths, hundredths, thousandths or ten-thousandths, which shall be called unit fractions.

The provisions of the regulation governing the issue and redemption of units are applicable to unit fractions, whose value shall always be proportional to the value of the unit that it represents. All other provisions of the regulations relating to units also apply to unit fractions without the need to so specify, unless stated otherwise.

The competent body of the management company may, at its sole discretion, divide units by creating new units that are issued to unitholders in exchange for their former units.

#### **Article 2 – MINIMUM ASSETS**

Units may not be redeemed if the assets of the Fund fall below 300,000 euros. If the Fund's assets remain below this amount for 30 days, the management company shall take the necessary measures to liquidate the Fund concerned, or execute the transactions cited in Article 411-16 of the general regulations of the AMF (transfer of the Fund).

### **Article 3 – ISSUE AND REDEMPTION OF UNITS**

The Fund may issue units at any time on request from unitholders based on their net asset value plus any subscription fee, if applicable.

Redemptions and subscriptions are conducted under the conditions and according to the procedures set out in the prospectus.

Units of the Fund may be admitted for listing on a stock exchange in accordance with regulations in force.

Subscriptions must be fully paid up at the net asset value calculation date. This may be in cash and/or in the form of financial instruments. The management company has the right to refuse the securities offered, and, to that end, has seven days from the time that they are deposited to make its decision known. If accepted, the securities contributed are valued in accordance with the rules set out in Article 4 and the subscription is executed on the basis of the first net asset value following the acceptance of the securities concerned.

Redemptions may be made in cash and/or in kind. If the redemption in kind corresponds to a portion representing the assets of the portfolio, the Fund or the management company must obtain in writing the signed agreement of the outgoing unitholder only. When the redemption in kind does not correspond to a portion representing the assets of the portfolio, all unitholders must signify their agreement in writing, authorising the outgoing unitholder to redeem their units for certain specific assets, as defined explicitly in the agreement.

Notwithstanding the foregoing, when the Fund is an ETF, redemptions on the primary market may, with the agreement of the portfolio management company and in the interest of the unitholders, be made in kind under the conditions defined in the prospectus or the Fund regulations. The assets are delivered by the issuing account holder under the conditions defined in the Fund's prospectus.

In general, redeemed assets are valued in accordance with the rules set out in Article 4 and the redemption in kind is executed on the basis of the first net asset value following the acceptance of the securities concerned.

They are settled by the issuer-account holder within five days following the unit valuation day.

However, if, in exceptional circumstances, a redemption necessitates the prior disposal of assets included in the fund, this deadline may be extended to a maximum of 30 days.

In the case of inheritance or living gift, the sale or transfer of units between unitholders, or between unitholders and a third party, is akin to a redemption followed by a subscription. If a third party is involved, the amount of the sale or transfer must, if necessary, be supplemented by the beneficiary to reach at least the minimum subscription required by the prospectus.

Pursuant to Article L. 214-8-7 of the French Monetary and Financial Code, the redemption by the Fund of its units, and the issue of new units, may be suspended on a temporary basis by the management company when exceptional circumstances and the interests of unitholders so require.

If the net assets of the Fund are less than the amount set by the regulations, no redemptions of units may be carried out.

Minimum subscription terms may apply, in accordance with the procedures set out in the prospectus.

The Fund may cease to issue units, temporarily or permanently, in part or in whole, in accordance with Article L. 214-8-7, paragraph three, of the French Monetary and Financial Code, when objective circumstances entail the Fund's closure to further subscriptions, e.g. when a maximum number of units or shares has been issued, a maximum level of assets has been reached, or a specified subscription period has expired.

If this tool is triggered, existing unitholders shall be notified by any means of its activation as well as of the threshold and objective circumstances that led to the full or partial closure. In the event of a partial closure, this notification by any means shall explicitly specify the conditions under which existing unitholders may continue to subscribe for the duration of this partial closure. Unitholders shall also be notified by any means of the decision of the Fund or the management company to either terminate the total or partial closure to further subscriptions (when it falls below the trigger threshold), or to not terminate it (in the event of a change to the threshold or to the objective circumstances that led to the implementation of this tool). Changes to the objective circumstances invoked or to the trigger threshold of the tool must always be made in the interests of the unitholders. The notification by any means shall specify the precise reasons for these changes.

#### **Article 4 – CALCULATION OF THE NET ASSET VALUE**

The net asset value of units is calculated in accordance with the valuation rules set out in the prospectus.

Capital contributions in kind may only include securities, stocks or contracts that are eligible to be Fund assets, and they are valued in accordance with the same rules that apply to the calculation of the net asset value.

## **PART 2 OPERATION OF THE FUND**

#### **Article 5 – MANAGEMENT COMPANY**

The management of the Fund is carried out by the management company in accordance with the strategy defined for the Fund.

The management company acts in all circumstances in the exclusive interest of the unitholders and has sole voting rights attached to the securities included in the Fund.

#### **Article 5a – OPERATIONAL RULES**

Eligible deposits and instruments for the Fund's assets and the investment rules are described in the prospectus.

#### **Article 5b – ADMISSION TO TRADING ON A REGULATED AND/OR A MULTILATERAL TRADING FACILITY**

Units may be admitted to trading on a regulated market and/or a multilateral trading facility in accordance with the regulations in force. In instances where the Fund has a management objective based on an index and its units are admitted to trading on a regulated market, the Fund is required to have a system in place to ensure that the price of its units does not deviate significantly from its net asset value.

#### **Article 6 – CUSTODIAN**

The custodian shall perform the duties incumbent upon it under the statutory and regulatory provisions in force, as well as those contractually entrusted to it by the management company. It must also verify the legality of decisions taken by the portfolio management company. It undertakes, if necessary, all protective measures that it considers useful. If a dispute arises with the management company, it shall inform the Autorité des Marchés Financiers (French Financial Markets Authority – “AMF”).

If the Fund is a feeder fund, the custodian will therefore have concluded an information-exchange agreement with the custodian of the parent fund (or, as the case may be, if it is also custodian of the parent fund, it issues appropriate specifications).

#### **Article 7 – STATUTORY AUDITOR**

A statutory auditor is appointed for six financial years, subject to the approval of the AMF, by the governance body of the management company.

It certifies the accuracy and reliability of the financial statements.

The statutory auditor's mandate may be renewed.

The statutory auditor is required to notify the AMF at the earliest opportunity of any act or decision involving the undertaking for collective investment in transferable securities, of which he became aware during the performance of his duties which could:

1. Constitute a breach of legislative or regulatory provisions applicable to the Fund and which is likely to have a significant impact on its financial position, earnings or assets;
2. Have an adverse effect on its operating conditions or the continuity of its operations;
3. Lead to the expression of reservations or the refusal to certify the financial statements.

The valuation of assets and determination of exchange ratios in transformation operations, mergers or demergers are performed under the supervision of the statutory auditor.

He is responsible for valuing all contributions in kind, except in the case of redemptions in kind for an ETF on the primary market.

He checks the composition of the assets and other details prior to publication.

The auditor's fees are set by mutual agreement between the auditor and the Board of Directors or management board of the management company, based on the programme of work considered necessary to carry out the appropriate audit.

He certifies the balances that serve as a basis for distributions.

If the Fund is a feeder fund,

- The auditor concludes an information exchange agreement with the auditor for the parent fund.

- If he is the statutory auditor for the feeder fund and the parent fund, he shall draw up an appropriate programme of work.

The auditor's fees are included in the management fees.

#### **Article 8 – MANAGEMENT REPORT AND FINANCIAL STATEMENTS**

At each financial year end, the management company prepares summary documents and draws up a report on the management of the Fund during the year just ended.

The management company establishes, at least every six months and under the supervision of the custodian, an inventory of the assets of the UCI.

The management company makes these documents available to unitholders within four months of the end of the financial year and informs them of the amount of income to which each unitholder is entitled: these documents are sent by post if expressly requested by unitholders, otherwise they are made available at the registered office of the management company.

### **PART 3 METHODS FOR ALLOCATING DISTRIBUTABLE INCOME**

#### **Article 9 – METHODS FOR ALLOCATING DISTRIBUTABLE INCOME**

The net profit for the financial year is equal to the amount of interest, arrears, dividends, premiums, attendance fees and all other income relating to the securities constituting the portfolio of the Fund, plus temporary distributable earnings, and minus management fees and borrowing costs.

The distributable income of an undertaking for collective investment in transferable securities is made up of:

1. – Net profit plus retained earnings brought forward, plus or minus accruals;
2. – Realised capital gains, net of fees, minus realised capital losses, net of fees, recorded over the course of the financial year, plus net capital gains of the same type recorded over the course of previous financial years that have not been distributed or accumulated, and plus or minus accrued capital gains.

The sums mentioned in points 1. and 2. may be distributed, in full or in part, independently of each other.



The distributable income is to be paid no more than five months after the end of the financial year.

The management company determines the distribution of distributable income.

For each unit class, the Fund may opt for one of the following:

- Pure accumulation: the distributable amounts are fully capitalised with the exception of any distributions that are mandatory by Law;
- Pure distribution: the amounts are fully distributed to the nearest round figure; interim dividends may be distributed.
- For funds that wish to retain the capacity to accumulate and/or distribute. The management company determines the earnings appropriation each year.

Where applicable, it may be distributed from the interim dividends in compliance with the applicable regulations.

The full distributable income appropriation methods are outlined in the prospectus.

## **PART 4**

### **MERGER – DEMERGER – DISSOLUTION - LIQUIDATION**

#### **Article 10 - MERGER – DEMERGER**

The management company may contribute all or part of the assets of the Fund to another fund, or split the Fund into two or more other mutual funds.

Unitholders must be given at least one month's prior notice of such a merger or demerger.

They must also receive a new certificate specifying the number of units held by each unitholder.

#### **Article 11 - DISSOLUTION– EXTENSION**

If, for 30 days, the Fund's assets remain below the amount specified in Article 2 above, the management company must inform the AMF thereof and must merge with another fund or be dissolved.

The management company may dissolve the Fund early. It must inform the unitholders of its decision and from that date, subscription or redemption requests will no longer be accepted.

The management company shall also dissolve the Fund if a redemption request is for all the units of the Fund, if the custodian ceases operating without a replacement custodian having been appointed, or at the expiry of the Fund's term if it has not been extended.

The management company informs the AMF by post of the liquidation date and the liquidation procedure used. It then sends the statutory auditor's report to the AMF.

An extension to the Fund's existing term may be decided by the management company in agreement with the custodian. Its decision must be made no later than three months before the expiry of the Fund's existing term, and unitholders as well as the AMF must be notified thereof.

#### **Article 12 - LIQUIDATION**

If the fund is dissolved, the management company or the custodian shall agree to be responsible for the liquidation proceedings; if this is not the case, the liquidator shall be appointed by the courts at the request of any interested party. For this purpose, they shall receive broader powers to sell the fund's assets, settle liabilities, if any, and allocate the balance in cash or in securities to the unitholders.

The statutory auditor and the custodian continue to exercise their functions until the liquidation operations are completed.

## **PART 5 DISPUTES**

### **Article 13 - JURISDICTION – CHOICE OF RESIDENCE**

Any disputes relating to the Fund that may arise during the term of the Fund or at its liquidation, either between unitholders themselves, or between the unitholders and the management company or the custodian, are subject to the jurisdiction of the competent courts.

\*\*\*