

Key investor information

This document provides you with key investor information about this UCITS. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this UCITS. You are advised to read it so you can make an informed decision about whether to invest.

H2O MULTIBONDS

ISIN code: FR0010923375 R (C) unit / ISIN code: FR0011981851 R (C/D) unit

Management Company: H2O AM LLP (BPCE Group)

OBJECTIVES AND INVESTMENT POLICY

- The Fund aims to deliver a positive performance over a minimum recommended investment period of three years, without this performance being directly linked to a benchmark index. For indicative purposes only, the Fund's performance may be compared ex-post to that of the JP Morgan Government Bond Index Broad. The JP Morgan Government Bond Index Broad, denominated in euros, is made up of global government bonds whose minimum rating is BBB- (Standard & Poor's agency) and Baa3 (Moody's agency). It includes the coupons.
- The investment policy of the UCITS is based on a very dynamic management style that seeks to unlock performance on the global interest rate and currency markets. The management team strives for a global portfolio allocation and then picks the securities making up the portfolio. To do this, it determines its strategy based on its macroeconomic forecasts, its capital flow analysis and its assessment of financial asset prices. The manager's investments are in keeping with a modified duration range of 0 to 10. The modified duration range indicates the variation in a bond's price when interest rates change by 1%.
- The UCITS' portfolio may be exposed to any currency and to all types of bonds issued by sovereign governments or private issuers. They may include the full range of financial ratings and be of any nationality, be it a developed country or emerging market, and may include securitisation instruments.
The AMF classification of this UCITS is: Bonds and other international debt securities.
- The UCITS uses derivative instruments and temporary purchases and sales of securities to achieve its investment goals.
- The UCITS accumulates its income for accumulation shares (C) and accumulates and/or distributes its income for accumulation and/or distribution shares (C/D).
- Redemption requests are received daily by 12.30 p.m. at the latest and are executed daily.

RISK AND REWARD PROFILE



The level 6 risk indicator reflects the UCITS's exposure to international interest rate and currency markets.

- The historical data used to calculate the level of risk may not provide a reliable indication of the UCITS' future risk profile.
- The lowest category does not mean a risk-free investment.
- The risk category associated with this UCITS is not guaranteed and may change over time.

Major risks for the UCITS that are not taken into account in the benchmark:

- **Credit risk:** credit risk arises from the risk of a deterioration in the quality of an issuer and/or an issue, which may result in a decrease in the value of the security. It may also arise due to an issuer included in the portfolio defaulting upon the maturity of the security that has been issued.
- **Liquidity risk:** Liquidity risk represents the fall in the price the UCITS may potentially have to accept in order to sell certain assets for which there is insufficient market demand.
- **Counterparty risk:** Counterparty risk is the risk of a counterparty with which the UCITS has entered into over-the-counter contracts, being unable to meet its obligations towards the UCITS.
- **Impact of management techniques, particularly Forward Financial Instruments:** the risk related to management techniques is the risk of increased losses caused by the use of forward financial instruments such as over-the-counter financial contracts and/or transactions involving the temporary purchase and sale of securities.

CHARGES

The charges and fees you pay are used to cover the running costs of the UCITS, including the costs of marketing and distributing units. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

Entry charge	1.00%
Exit charge	None

The percentage indicated is the maximum that might be taken out of your money before it is invested.

In certain cases, investors may pay less.

Investors can obtain the actual amount of the entry and exit charges from their advisor or distributor.

Charges deducted by the UCITS over the previous financial year

Ongoing charges	1.18%
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Performance-related charges deducted by the UCITS

Performance fee	25% of the UCITS' outperformance of the benchmark, the compounded EONIA, + 2.60% per annum, i.e. 3.91% for the previous financial year.
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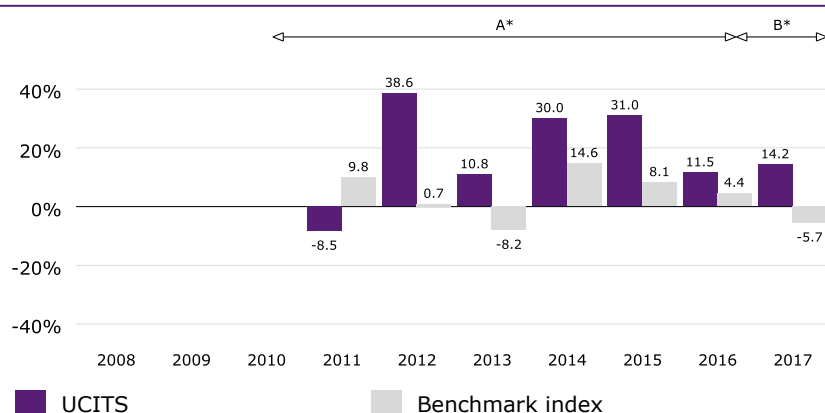
The ongoing charges are based on figures from the previous financial year, ended December 2017. This figure may vary from one financial year to the next.

The ongoing charges do not include:

- performance fees.
- Intermediary charges, except in the case of entry and/or exit charges paid by the UCITS when it buys or sells units in another collective investment scheme.

For more information on charges, investors are advised to refer to the 'Charges' section of the prospectus for this UCITS, available from the website at www.h2o-am.com.

PAST PERFORMANCE



A*: Up to and including 7 October 2016: JP Morgan Government Bond Index Broad

B*: From 10 October 2016: the Fund's performance will no longer be compared to that of a benchmark index.

- The performance graph shown here does not constitute a reliable indication of future performance.
- Annual performance is calculated following the deduction of charges from the UCITS.
- **UCITS launch year:** 2010.
- **Year the R (C) unit was created:** 2010.
- **Year the R (C/D) unit was created:** 2014.
- **Currency:** EURO.

PRACTICAL INFORMATION

- Depositary: CACEIS Bank.
- The prospectus, annual reports and latest periodic documents, as well as all other practical information for the UCITS, may be obtained from the Management Company on written request to:
H2O AM LLP, 10 Old Burlington Street, London W1S 3AG, Great Britain, or to the following e-mail address:
info@h2o-am.com.
- Information about other unit classes is available in the same manner.
- Information about the remuneration policy is available at www.h2o-am.com.
- Tax: Depending on your tax system, any capital gains and/or income related to the holding of units may be subject to tax. You are advised to seek information on this matter from your advisor or distributor.
- The net asset value is available from the management company at the postal address above and at www.h2o-am.com.
- H2O AM LLP may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for this UCITS.