

## Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

## Product

Ofi Invest ESG Euro High Yield R UNIT • ISIN: FR0013274958

This UCI is managed by Ofi Invest Asset Management - Aéma Groupe  
 A société anonyme (public limited company) with a Board of Directors - 22, Rue Vernier - 75017 Paris  
 Call +33 1 40 68 12 94 for more information, or go to our website: <http://www.ofi-invest-am.com>.

The French Financial Markets Authority (Autorité des marchés financiers - AMF) is responsible for supervising Ofi Invest Asset Management in relation to this Key Information Document.  
 Ofi Invest Asset Management is authorised (under no. GP-92-12) and regulated by the AMF.

Date of production of the KID: 18/11/2024

## What is this product?

**Type:** Undertaking for Collective Investment in Transferable Securities (UCITS) under French law, created in the form of a Mutual Fund (hereinafter the "Fund").

**Term:** There is no maturity date for this product, although it was created with a term of 99 years. It may be liquidated or merged with another fund under the conditions set out in the Fund's regulations.

**Objectives:** The Fund's objective is to outperform, net of fees, the Merrill Lynch Euro Non-Financial Fixed & Floating Rate High Yield Index, calculated in euros, on all units over the recommended investment horizon, by favouring securities from issuers with an active approach to the energy and environmental transition.

In order to achieve its objective, the Fund sets out to invest either in High Yield bonds (i.e. "Speculative Grade" rather than "Investment Grade") denominated in euros and issued by private companies in OECD countries, or in credit-derivative financial futures (CDS and CDS Indices); these instruments pose a high credit risk. Therefore, the Fund will take positions in instruments which will actively manage credit risk and will either be financed instruments (bonds or securities) or financial futures (CDS or CDS Indices).

Active management is based around a bottom-up approach for selecting securities (i.e. getting the relative value of one signature compared to another) and a top-down approach for optimising the portfolio (i.e. level of exposure to the High Yield market, sector allocation or by rating category).

The portfolio invests up to 100% of its assets in bonds and other debt securities denominated in euros: fixed-rate and/or floating-rate bonds, and/or indexed bonds, and/or convertible bonds, traded on regulated markets. At least 80% minimum of the portfolio securities, or alternatively, their issuers, must be from the High Yield category (speculative investment) under the rating policy put in place by the Management Company.

In addition, the Fund may also invest:

- up to 10% of its net assets in shares of private companies from OECD countries;
- up to 20% of its net assets in unrated securities;
- up to 20% of its net assets in bonds of companies from emerging countries (non-OECD members), issued in euros;
- up to 30% of its assets in bonds issued or secured by Member States or companies from OECD countries denominated in euros, which have, or, alternatively, whose issuers have a rating of at least "Investment Grade", based on a weighted average of the ratings awarded by the three recognised agencies, when the bonds are purchased. If none of the agencies produce analyses, these securities must be given an equivalent implied rating for this level, based on estimates by the Management Company's Credit Analysis team.
- up to 100% of its net assets in bonds of private companies.

The Fund may also invest up to 30% of its assets in subordinated securities.

Even though the UCITS does not set any maturity limit per security, the overall sensitivity of the portfolio will be between 0 and 10.  
 The currency risk is automatically hedged.

In addition to the financial analysis, as part of their study, the management team: analyses non-financial criteria in order to commit to a "Socially Responsible Investment" (SRI) selection of portfolio companies. The non-financial analysis or rating will cover at least 90% minimum of the portfolio's securities (as a percentage of the Fund's net assets, excluding cash).

And

analyses the behaviour of the most active private issuers in relation to the Energy Transition and carbon emissions performance. The universe of sectors that produce high levels of greenhouse gas emissions will be analysed based on two criteria: the Carbon Intensity of the company's activities and how great a role the company is playing in the Energy Transition.

Issuers from carbon-intensive sectors that are either "highly risky" or "moderately risky" will be excluded from the investment universe.

Within the restrictions set out in regulations, the Fund may invest in futures (traded on French and foreign regulated and organised markets and/or over-the-counter). For this purpose, the manager may take positions with a view to hedging against the interest-rate risk associated with the bonds held in the portfolio - exposing the Fund to an interest rate risk - hedging the portfolio against/exposing the portfolio to the risk of the interest rate curve distorting - hedging against subscriptions or redemptions. The manager may trade in credit derivatives, in particular, credit swaps (CDS), in order to hedge the portfolio against and/or expose the portfolio to the risk of a discrepancy in remuneration on one or more issuers and/or hedge against the risk of an issuer defaulting.

**Benchmark index:** Investors will be able to compare the Fund's performance with the performance of the Bank Of America Merrill Lynch Euro Non-Financial Fixed & Floating Rate High Yield Index. This index contains all securities that make up the Bank of America Merrill Lynch Euro Fixed & Floating Rate High Yield Index, with the exception of financial securities, and has placed a weighting on each issuer of up to 3% maximum.

**Subscription and redemption procedures:** Investors may subscribe to their units, either as an amount or as a number of units, and redeem their units, as a number of units, on request, from the Depositary. Subscription/redemption requests are centralised on each valuation day up to 12:00 pm with the Depositary and are executed based on the next net asset value, i.e. at an unknown price. The corresponding payments are made on the second non-holiday trading day following the net asset value date applied. For subscriptions or redemptions that go through another institution, additional time for routing these orders is required for instructions to be processed. The net asset value is calculated on each non-holiday trading day and is dated that same day (Paris Stock Exchange). A swing-pricing mechanism has been put in place by the Management Company as part of its valuation approach and a redemption-capping mechanism may also be introduced by the Management Company. For more information about these mechanisms, please refer to the prospectus.

**Intended retail investors:** This R unit class is aimed at all subscribers seeking a bond yield over the recommended holding period from a widely diversified portfolio of bonds and negotiable debt securities, while also favouring securities from issuers with an active approach to the energy and environmental transition.

Potential investors are advised to have an investment horizon of at least three years. Capital is not guaranteed for investors, who should be able to bear losses equal to their total investment in the Fund. The Fund's units are not available for subscription by US Persons (see the "Intended subscribers and profile of the typical investor" section in the prospectus).

This unit accumulates its distributable amounts.

**Recommendation:** the recommended holding period is 3 years. This Fund may not be suitable for investors who plan to withdraw their contribution before three years have elapsed.

**Depositary:** SOCIETE GENERALE

Further information (prospectus, annual report and half-yearly report), along with information on other unit classes, is available free of charge, in French, at the address below. This information may also be sent by post within one week on written request from the investor sent to:

Ofi Invest Asset Management  
 Direction Juridique  
 22, rue Vernier - 75017 Paris - France

The Fund's net asset value is available on the AMF website ([www.amf-france.org](http://www.amf-france.org)) and on the Management Company's website ([www.ofi-invest-am.com](http://www.ofi-invest-am.com)).

## What are the risks and what could I get in return?

### Summary Risk Indicator:



Lowest risk

Highest risk



The risk indicator assumes you keep the product for the recommended holding period. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a low to medium risk class; in other words, the potential losses from future performance of the product are low to medium, and if market conditions were to deteriorate, it is unlikely that our capacity to pay you would be affected. This product does not expose you to any additional financial obligations or liabilities. This product does not include any protection from future market performance, so you could lose some or all of your investment.

Other materially relevant risks not included in the Summary Risk Indicator are:

- Credit risk: the issuer of a debt security held by the Fund is no longer able to make the coupon payments or repay the capital.
- Liquidity risk: the potential major impact on asset prices when a financial market is unable to absorb transaction volumes.
- Counterparty risk: the investor is exposed to the risk of a counterparty defaulting or being unable to meet its contractual obligations as part of an over-the-counter transaction.

### Performance scenarios

The figures shown include all the costs of the product itself but may not include all the costs that you pay to your adviser or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over a one-year period and over the recommended holding period. They are calculated based on a past performance record of at least ten years. If the past performance record is not long enough, it will be supplemented with assumptions used by the Management Company. Markets could develop very differently in the future. The stress scenario shows what you might get back in extreme market circumstances.

Example Investment: €10,000		If you exit after 1 year	If you exit after 3 years (recommended holding period)
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment		
Stress	<b>What you might get back after costs</b>	4 850 €	6 060 €
	Average return each year	-51,49%	-15,39%
Unfavourable	<b>What you might get back after costs</b>	8 060 €	8 570 €
	Average return each year	-19,4%	-5,03%
Moderate	<b>What you might get back after costs</b>	9 920 €	10 360 €
	Average return each year	-0,85%	1,19%
Favourable	<b>What you might get back after costs</b>	11 790 €	11 150 €
	Average return each year	17,92%	3,71%

The scenarios are based on an investment (compared to historical net asset values) made:

- between 01/09/2019 and 01/09/2022 for the unfavourable scenario;
- between 01/11/2018 and 01/11/2021 for the moderate scenario;
- between 01/02/2016 and 01/02/2019 for the favourable scenario.

### What happens if the PMC is unable to pay out?

The Fund is a collective financial instrument investment and deposit vehicle, which is separate from the Management Company. Should there be a default by the Management Company, the Fund assets held by the depositary will not be affected. Should there be a default by the depositary, the risk of loss of the Fund is mitigated as a result of the depositary's assets being segregated by law from the Fund's assets.

### What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest and how long you hold the product. The amounts shown here are illustrations based on an example investment amount and different possible investment periods. We have assumed:

- €10,000 is invested;
- In the first year you would get back the amount that you invested (0% annual return);
- For the other holding periods the product performs as shown in the moderate scenario.

**Costs over time (for an investment of €10,000):**

	If you exit after 1 year	If you exit after 3 years
Total costs	577 €	1 225 €
Annual cost impact (*)	5.83 %	3.94 % each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the end of the recommended holding period, your average return per year is expected to be 5.13% before costs and 1.19% after costs.

**Composition of Costs**

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
Entry costs	2.0% maximum of the amount you pay in when entering this investment. This is the maximum amount that may be deducted from your capital before it is invested. In some cases, you may pay less.	Up to 200 €
Exit costs	1.0% of your investment before it is paid out to you. This is the maximum amount. In some cases, you may pay less.	98 €
Ongoing costs taken each year		
Management fees and other administrative and operating costs	1.30%. This is an estimate based on actual costs over the last financial year ended at the end of March 2024. This figure may vary from one financial year to the next.	127 €
Transaction costs	0.59% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	58 €
Incidental costs taken under specific conditions		
Performance fees	0.96%. We deduct this fee from your investment if the product outperforms its benchmark index, corresponding to 20% above the Bank Of America Merrill Lynch Euro Non-Financial Fixed & Floating Rate High Yield Index. The actual amount will vary depending on how well your investment performs. The cost estimation below includes the average over the last 5 years	94 €

**How long should I hold the UCI and can I take money out early?****Recommended holding period: 3 years**

You can redeem your investment at any time. However, the recommended holding period as shown is intended to minimise your risk of capital loss in the event of redemption before this period, although this does not constitute a guarantee.

**How can I complain?**

For any complaint relating to the Fund, subscribers may consult their adviser or contact Ofi Invest Asset Management:

- either by post: Ofi Invest Asset Management - 22 Rue Vernier - 75017 Paris - France
- or by e-mail directly at the following address: [contact.clients.am@ofi-invest.com](mailto:contact.clients.am@ofi-invest.com) or on the website: [www.ofi-invest-am.com](http://www.ofi-invest-am.com).

If you are not satisfied with the response given, you may also refer the matter to the AMF Ombudsman via the following link: [www.amf-france.org](http://www.amf-france.org) (mediation section) or write to the following address: Médiateur de l'AMF, Autorité des marchés financiers, 17 place de la Bourse, 75082 Cedex 02.

**Other relevant information**

When this product is used as a unit-linked fund for a life insurance or endowment policy, additional information about this policy – such as the policy costs (which are not included in the costs set out in this document), the contact person for making a claim and what happens should the insurance company default – is set out in the key information document for this policy, which must be provided by your insurer or broker or any other insurance intermediary under its statutory obligation.

**SFDR categorisation:** Article 8

The Fund promotes environmental and/or social characteristics and governance within the meaning of Article 8 of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector ("SFDR"). For more information about sustainable finance, please visit the website: <https://www.ofi-invest-am.com/en/sustainable-finance>.

Information about the past performance of the Fund presented over five years, along with calculations of past performance scenarios, is available at: <https://www.ofi-invest-am.com/en/produits>.

The Remuneration Policy and any updates are available at [www.ofi-invest-am.com](http://www.ofi-invest-am.com) and can also be provided in hard copy format free of charge or on written request sent to the address above.

Ofi Invest Asset Management can only be held liable for statements contained in this document that are misleading, inaccurate or inconsistent with the corresponding sections of the Fund prospectus.