UCITS
under Directive 2009/65/EC

PROSPECTUS
LA FRANÇAISE
SICAV

1. General features

1.1 Legal form of the UCITS

Legal form of the UCITS:
Open-ended investment company with variable capital (SICAV)
Name:
LA FRANÇAISE
Registered office:
128, boulevard Raspail, 75006 Paris

Legal form and member state where the UCITS has been incorporated:
*Investment company with varia*ble capital (SICAV) under French law, incorporated as a Public Limited Company
Launch date and scheduled duration:
The SICAV was authorised on 14/08/2018. It was created on 12/11/2018 for a period of 99 years, through the merger-absorption of the La Française Moderate Multibonds mutual fund, created on 18/1/2001 (which became La Française Global Floating Rates on 13/8/2019), and which changed its name on 6/10/2021 to La Française Carbon Impact Floating Rates.

Summary of the management proposal
The SICAV has ten sub-funds:

La Française Rendement Global 2025

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
D share	FR0013272739	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
D USD H share	FR0013272747	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	USD 1,000.00
D-B share	FR0013279395	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of	None

							Orders (RTO) with services, including the Beobank network	
I share	FR0013258654	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE	EUR 500,000.00
I C CHF H share	FR0013284569	CHF 1,000.00	No	Capitalisation	Capitalisation	CHF	Reserved for professional clients within the meaning of MiFID	CHF 500,000.00
I D EUR share	FR0013298957	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE	EUR 500,000.00
R share	FR0013258647	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
T C share	FR0013277381	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
T D USD H share	FR0013288982	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers without payment of retrocession fees to distributors	USD 1,000.00
I C USD H share	FR0013289501	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID	USD 500,000.00
R C USD H share	FR0013290996	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	USD 1,000.00
T D EUR share	FR0013277373	EUR 100.00	No	Capitalisation and/or distribution and/or carry	Capitalisation and/or distribution and/or carry	EUR	All subscribers without payment of retrocession fees to distributors	None

				forward	forward			

The minimum initial subscription amount does not apply to the management company or to any other entity in the La Française Group.

Equities in foreign currencies are systematically hedged against exchange risk for the reference currency of the fund.

"H" shares hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Carbon Impact 2026

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
C share	FR0013527348	EUR 100.00	No	Capitalisation	Capitalisation	EUR	Reserved for companies in the Insurance group of Crédit Mutuel, Crédit Mutuel Nord Europe and Crédit Mutuel Epargne Salariale	None
D share	FR0013431152	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
D B EUR shares	FR001400N2N7	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
D USD H share	FR0013470887	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission	None

							of Orders (RTO) with services	
I share	FR0013431194	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors	EUR 100,000.00
I D share	FR0013458239	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, particularly institutional investors	EUR 100,000.00
IC USD H share	FR0013470861	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID	USD 100,000.00
R share	FR0013431186	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R USD H share	FR0013470879	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
S share	FR0013431178	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in the La Française Group	EUR 10,000,000.00
TC share	FR0013467040	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
TD share	FR0013467032	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers without payment of retrocession fees to distributors	None
Z share	FR00140039S1	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Institutional Investors	EUR 40,000,000.00

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Equities in foreign currencies are systematically hedged against exchange risk for the reference currency of the fund.

"H" shares hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Rendement Global 2028

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
B share	FR0013463593	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, particularly investors residing in Italy	None
D B EUR share	FR0013439544	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services and to funds managed by companies within the La Française group or to companies within the La Française group.	None
I C CHF H share	FR0013439494	CHF 1,000.00	No	Capitalisation	Capitalisation	CHF	Reserved for professional clients within the meaning of MiFID	CHF 100,000.00
I C EUR share	FR0013439478	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE	EUR 100,000.00
I C USD H share	FR0013439486	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID	USD 100,000.00
I D EUR share	FR0013439502	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE	EUR 100,000.00
OF share	FR001400LW60	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for investors subscribing via Optimal Finance Gestion Privée	None
R C CHF H share	FR0013439445	CHF 100.00	No	Capitalisation	Capitalisation	CHF	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and	CHF 1,000.00

							Transmission of Orders (RTO) with services	
R C EUR share	FR0013439403	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R C USD H share	FR0013439429	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	USD 1,000.00
R D EUR share	FR0013439452	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R D USD H share	FR0013439460	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	USD 1,000.00
T C EUR share	FR0013439510	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
T D EUR share	FR0013439528	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers without payment of retrocession fees to distributors	None
T D USD H share	FR0013439536	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers without payment of retrocession fees to distributors	USD 1,000.00

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Equities in foreign currencies are systematically hedged against exchange risk for the reference currency of the fund.

"H" shares hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Rendement Global 2028 Plus

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
D B EUR share	FR001400N2O5	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
I C EUR share	FR0013439858	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the meaning of MiFID	EUR 100,000.00
I C USD H share	FR0013439874	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID	USD 100,000.00
I D EUR share	FR0013439882	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for professional clients within the meaning of MiFID	EUR 100,000.00
R C EUR share	FR0013439817	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R D EUR share	FR0013439825	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R D	FR0013439833	USD	No	Capitalisation	Capitalisation	USD	All subscribers,	USD 1,000.00

USD H share		100.00		and/or carry forward and/or distribution, with the possibility to pay interim dividends	and/or carry forward and/or distribution, with the possibility to pay interim dividends		including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	
S share	FR0013439809	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in the La Française Group	EUR 10,000,000.00
T C EUR share	FR0013439890	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
T D EUR share	FR0013439916	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers without payment of retrocession fees to distributors	None
T D USD H share	FR0013439924	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers without payment of retrocession fees to distributors	USD 1,000.00

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"H" shares hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Obligations Carbon Impact

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
C share	FR0010915314	EUR 21.32	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly private investors	None
D share	FR0010905281	EUR 16.66	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, particularly private investors	None
ER share	FR001400SVT7	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, more specifically intended for marketing in Spain	EUR 100.00
I	FR0010934257	EUR	No	Capitalisation	Capitalisation	EUR	All subscribers,	EUR

share		1,000.00					particularly institutional investors	100,000.00
S share	FR0010955476	EUR 10,000.00	No	Capitalisation	Capitalisation	EUR	Large institutional investors	EUR 1,000,000.00
T share	FR0014003O01	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None

The minimum initial subscription value does not apply to the management company nor entities in the La Française Group nor Crédit Mutuel Asset Management.

La Française Actions Euro Capital Humain

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
D share	FR0011859198	EUR 100.00	No	Distribution	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers	1 share
F share	FR0012553584	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for funds managed by companies in the La Française Group	1 share
I share	FR0010306225	EUR 79.11	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors and large private investors	EUR 100,000.00
R share	FR0010654830	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers	1 share

The minimum initial subscription value does not apply to the management company or entities in the La Française Group.

La Française Carbon Impact Floating Rates

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
C O share	FR0007053640	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors and large private investors	EUR 100,000.00
I share	FR0013439163	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors and large private investors	EUR 100,000.00
R share	FR0013439148	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers	None
R C CHF H	FR001400D708	CHF 100.00	No	Capitalisation	Capitalisation	CHF	All subscribers	None

share								
R C USD H share	FR001400D716	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers	None
R O share	FR0012890333	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers	None
S shares	FR0013439155	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors	EUR 10,000,000.00
S D share	FR0014007BC3	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, particularly institutional investors	EUR 10,000,000.00
S O share	FR0012336758	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, particularly institutional investors	EUR 10,000,000.00
T C share	FR0013481785	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
T C CHF H share	FR001400D732	CHF 100.00	No	Capitalisation	Capitalisation	CHF	All investors without payment of retrocession fees to distributors	None
T C USD H share	FR001400D724	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers without payment of retrocession fees to distributors	None

The minimum initial subscription value does not apply to the management company or entities in the La Française Group.

La Francaise Credit Innovation

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
CM C EUR share	FR001400IH07	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers in the Crédit Mutuel Alliance Fédérale network	EUR 1,000.00
F share	FR0014008UO6	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for funds managed by companies in the La Française Group	None
I C CHF H share	FR0014008UE7	CHF 1,000.00	No	Capitalisation	Capitalisation	CHF	Reserved for professional clients within the meaning of MiFID	CHF 100,000.00
I C EUR share	FR0014008UJ6	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the meaning of MiFID	EUR 100,000.00
I C USD H share	FR0014008UI8	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID	USD 100,000.00

I D EUR share	FR0014008UH0	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for professional clients within the meaning of MiFID	EUR 100,000.00
I D USD H share	FR0014008UG2	USD 1,000.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	Reserved for professional clients within the meaning of MiFID	USD 100,000.00
R C EUR share	FR0014008UN8	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R C USD H share	FR0014008UM0	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R D EUR share	FR0014008UL2	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R D USD H share	FR0014008UK4	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
S EUR share	FR0014008UP3	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the	EUR 10,000,000.00

							meaning of MiFID	
T C CHF H share	FR0014008UC1	CHF 100.00	No	Capitalisation	Capitalisation	CHF	All investors without payment of retrocession fees to distributors	None
T C EUR share	FR0014008UF4	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
T C USD H share	FR0014008UD9	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers without payment of retrocession fees to distributors	None
T D EUR share	FR0014008UB3	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers without payment of retrocession fees to distributors	None
T D USD H share	FR0014008UA5	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers without payment of retrocession fees to distributors	None

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"H" units hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Financial Bonds 2027

Share type	***ISIN code***	***Original net asset value***	***Sub-funds***	***Allocation of gains***	***Allocation of income***	***Denomination currency***	***Target subscribers***	***Minimum value of initial subscription***
DB EUR shares	FR001400L9C7	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
F shares	FR001400I1G0	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for funds managed by companies in the La Française Group	None
IC CHF H shares	FR001400I0V1	CHF 1,000.00	No	Capitalisation	Capitalisation	CHF	Reserved for professional clients within the meaning of MiFID.	CHF 100,000.00
IC EUR shares	FR001400I0X7	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for professional clients within the	EUR 100,000.00

							meaning of MiFID.	
IC USD H shares	FR001400I0T5	USD 1,000.00	No	Capitalisation	Capitalisation	USD	Reserved for professional clients within the meaning of MiFID.	USD 100,000.00
ID EUR shares	FR001400I0R9	EUR 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	Reserved for professional clients within the meaning of MiFID.	EUR 100,000.00
ID USD H shares	FR001400I0Q1	USD 1,000.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	USD	Reserved for professional clients within the meaning of MiFID.	USD 100,000.00
RC EUR shares	FR001400I1A3	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.	None
RC USD H shares	FR001400I1C9	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.	None
RD EUR shares	FR001400I1B1	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.	None
RD USD H shares	FR001400IWK5	USD 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.	None
S EUR shares	FR001400I0S7	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in La	EUR 10,000,000.00

							Française Group and for funds managed by Crédit Mutuel Asset Management	
TC CHF H shares	FR001400I194	CHF 100.00	No	Capitalisation	Capitalisation	CHF	All investors without payment of retrocession fees to distributors.	None
TC EUR shares	FR001400I1F2	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All investors without payment of retrocession fees to distributors.	None
TC USD H shares	FR001400I0W9	USD 100.00	No	Capitalisation	Capitalisation	USD	All investors without payment of retrocession fees to distributors.	None
TD EUR shares	FR001400I1D7	EUR 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	EUR	All investors without payment of retrocession fees to distributors.	None
TD USD H shares	FR001400I1E5	USD 100.00	No	Capitalisation and/or distribution and/or carry forward	Capitalisation and/or distribution and/or carry forward	USD	All investors without payment of retrocession fees to distributors.	None
Z EUR shares	FR001400I0U3	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	Institutional Investors	EUR 40,000,000.00

The minimum initial subscription value does not apply to the management company nor entities in La Française Group nor Crédit Mutuel Asset Management.

Equities in foreign currencies are systematically hedged against exchange risk for the reference currency of the fund.

“H" units hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

La Française Flexible Financial Bonds

Share type	*ISIN code*	*Original net asset value*	*Sub-funds*	*Allocation of gains*	*Allocation of income*	*Denomination currency*	*Target subscribers*	*Minimum value of initial subscription*
R C EUR share	FR0013301082	EUR 100.00	No	Capitalisation	Capitalisation	EUR	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
R C USD H share	FR0013251071	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of	None

							Orders (RTO) with services	
R D USD H share	FR0013393857	USD 100.00	No	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends	USD	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services	None
T C USD H share	FR0013393865	USD 100.00	No	Capitalisation	Capitalisation	USD	All subscribers without payment of retrocession fees to distributors	None
TC EUR share	FR0013292224	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers without payment of retrocession fees to distributors	None
I share	FR0013175221	EUR 1,000.00	No	Capitalisation	Capitalisation	EUR	All subscribers, and more particularly intended for professional clients within the meaning of MiFID	EUR 100,000.00

The minimum initial subscription value does not apply to the management company or entities in the La Française Group.

Equities in foreign currencies are systematically hedged against exchange risk for the reference currency of the fund.
"H" shares hedged against the reference currency of the sub-fund may be over- or under-hedged during certain periods. This may lead to a continued residual exchange risk for these shares in relation to the sub-fund's reference currency. This hedging will generally be provided by means of over-the-counter forward contracts, FX forward or FX swaps, but may also include options on currencies or futures contracts.

Location where the latest annual report and the latest interim report may be obtained:

The latest annual reports and the composition of assets will be sent within eight working days, upon written request by the unitholder to:

CREDIT MUTUEL ASSET MANAGEMENT
128, boulevard Raspail – 75006 PARIS.
A public limited company approved by the Commission des Opérations de Bourse (now the Autorité des Marchés Financiers) under no. GP 97-138.

Tel.: +33 (0) 1 44 56 10 00
E-mail: contact-valeursmobilieres@la-francaise.com

For further information, please contact the Marketing department of the management company via the following e-mail address: contact-valeursmobilieres@la-francaise.com.

1.2 Stakeholders

- ***Delegated management company***

The SICAV delegates financial management to:

CREDIT MUTUEL ASSET MANAGEMENT
A public limited company approved by the Commission des Opérations de Bourse (now the Autorité des Marchés Financiers) under no. GP 97-138.
Registered office: 128, boulevard Raspail – 75006 PARIS.

- Depositary and registrar

Identity of the UCITS Depositary
The Depositary of the UCITS is BNP Paribas S.A., located at 9 rue du Débarcadère, 93500 PANTIN (the "Depositary"). BNP Paribas S.A., registered in the Trade and Companies Register under number 662 042 449, is an institution approved by the Autorité de Contrôle Prudentiel et de Résolution (ACPR) and regulated by the French Financial Markets Authority (Autorité des Marchés Financiers – AMF), whose registered office is located at 16, Boulevard des Italiens, 75009 Paris, France.

Description of the responsibilities of the Depositary and potential conflicts of interest
The Depositary carries out three types of responsibilities: checking the legality of the decisions of the management company (as defined in Article 22(3) of the UCITS V Directive), monitoring the UCITS cash flow (as defined in Article 22(4)) and holding UCITS assets (as defined in Article 22(5)).
The main objective of the Depositary is to protect the interests of unitholders/investors in the UCITS. This will always take precedence over commercial interests.
Potential conflicts of interest may be identified, especially in the case where the Management Company has a commercial relationship with BNP Paribas S.A. alongside its appointment as Depositary (which may be the case where BNP Paribas S.A., by delegation from the Management Company, calculates the net asset value of the UCITS while BNP Paribas S.A. is the Depositary or where a group connection exists between the Management Company and the Depositary).
In order to manage situations such as this, the Depositary has implemented and regularly updates a conflict of interest management policy, with the aim of:
- identifying and analysing potential conflicts of interest;
- recording, managing and monitoring conflicts of interest:
o based on the permanent measures put in place in order to manage conflicts of interest, such as the distribution of tasks, the separation of hierarchical and operational lines, the monitoring of internal lists of insiders and dedicated IT environments;
o On a case-by-case basis:
- by implementing appropriate preventive measures such as the creation of an ad hoc monitoring list and new Chinese walls, or by verifying that transactions are properly processed and/or by keeping the relevant clients informed,
- or by refusing to manage activities which could lead to conflicts of interest.

Description of any safekeeping functions delegated by the Depositary, list of delegates and sub-delegates and identification of conflicts of interest likely to result in such a delegation.
The Depositary of the UCITS, BNP Paribas S.A., is responsible for safeguarding the assets (as defined in Article 22(5) of the Directive 2009/65/EC amended by Directive 2014/91/UE). In order to offer services related to the custody of assets in a large number of countries, allowing the UCITS to achieve their investment objectives, BNP Paribas S.A. has appointed sub-depositaries in the countries where BNP Paribas S.A. has not established a local presence. These entities are listed on the following website:
http://securities.bnpparibas.com/solutions/asset-fund-services/depositary-bank-and-trustee-serv.html
The appointment and monitoring process for sub-depositaries adheres to the highest quality standards, including the management of potential conflicts of interest which may arise as a result of these appointments.
Up-to-date information relating to the abovementioned points will be sent to the investor upon request.

- ***Statutory auditor***

PricewaterhouseCoopers Audit, represented by Frédéric SELLAM
63, rue de Villiers
92200 Neuilly-sur-Seine

- Marketers

LA FRANÇAISE AM FINANCE SERVICES
Customer relations department
128, boulevard Raspail – 75006 PARIS

CMNE
4 place Richebé 59800 LILLE

The list of marketers is not exhaustive insofar as, in particular, the UCITS is accepted for circulation in Euroclear. Accordingly, some marketers may not be mandated by or known to the management company.

- Centralising agent by delegation, establishment responsible for the receipt of subscription and redemption orders:
- **for bearer shares to be registered or already registered with Euroclear:**

LA FRANÇAISE AM FINANCE SERVICES
Customer relations department
128, boulevard Raspail – 75006 PARIS

- for registered shares yet be listed or already listed in the IZNES Shared Electronic Registration System (DEEP):
IZNES
Service Operations
20-22, rue Vernier – 75017 PARIS

- ***Delegated entities***

Administrative and accounting management is delegated to:
BNP PARIBAS S.A.,
Whose registered office is 16 Boulevard des Italiens 75009 Paris
With its postal address at Grands Moulins de Pantin, 9 rue du Débarcadère, 93500 Pantin
Accounting management consists primarily in calculating the net asset values.
Administrative management consists primarily in providing legal monitoring of the SICAV (board of directors, general meetings, etc.).

- Advisors: None

- ***Board of Directors***

The information on the membership of the Board of Directors of the SICAV, and descriptions of the main activities carried out by the Board members outside the SICAV, where these are significant, are indicated in the SICAV annual report, updated once a year. Each member stated above is responsible for providing this information.

2. Terms of operation and management

2.1 General features

Separation of sub-funds
The SICAV offers investors a choice of several sub-funds, each with a different management objective.
Each sub-fund constitutes a distinct mass of assets.
The assets of a given sub-fund will be liable only for the debts, commitments and liabilities relating to that sub-fund.

Share characteristics:
Nature of right attached to each share category: each shareholder has an ownership right in respect of sub-fund assets, in proportion to the number of shares held.
Management of liabilities: The functions of centralising subscription and redemption orders are carried out by
LA FRANÇAISE AM FINANCE SERVICES
for shares to be registered or already registered in EUROCLEAR and by IZNES for shares to be registered or already registered in pure registered form within the Shared Electronic Registration System (DEEP); the account issuing the shares is held by
BNP Paribas S.A
.
These tasks are carried out by delegation from the management company.
Voting rights: one voting right is attached to each share for participation in decisions within the remit of the SICAV's general meeting under the conditions set by law and the articles of association.

Form of shares: The shares are bearer shares listed with Euroclear or registered shares within the IZNES Electronic Share Registration System (DEEP). The form of the shares is specified in the special provisions for each sub-fund.

Decimalisation: the decimalisation procedures are specified in the special provisions of each sub-fund.

Closing date: last trading day in June
end of the first financial year: the last Paris trading day in June 2019

Information concerning tax arrangements:
The SICAV is not subject to corporation tax. However, tax on distributions and capital gains are payable by the shareholders.
The tax arrangements applicable to sums distributed by the SICAV and unrealized SICAV gains or losses depend on the tax provisions covering the investor's personal situation and / or those in force in the country in which the SICAV invests.
If the shareholder is uncertain about his tax situation, he must consult his financial adviser for more information.

2.2 Specific provisions

La Française Rendement Global 2025

ISIN code:

D share	FR0013272739
D USD H share	FR0013272747
D-B share	FR0013279395
I share	FR0013258654
I C CHF H share	FR0013284569
I D EUR share	FR0013298957
R share	FR0013258647
T C share	FR0013277381
T D USD H share	FR0013288982
I C USD H share	FR0013289501
R C USD H share	FR0013290996
T D EUR share	FR0013277373

Classification:
International bonds and other debt securities

Management objective:
The fund's objective is to achieve, over the recommended investment period of 7 years from the date of inception of the fund until 31 December 2025, a net return which is greater than the performance of the 2025 maturity-based bonds issued by French Government and denominated in EUR.
The potential profitability of the fund comes from the value of the accrued coupons of the bonds in the portfolio and the variations in capital due to the fluctuation in interest rates and credit spreads.

The net annualised performance objective is based on the achievement of market assumptions set by the management company. It is not a guarantee of Fund return or performance. Investors should note that the performance indicated in the management objective of the fund takes account of the estimate of the risk of default or downgrading of the rating of one or more issuers in the portfolio, the cost of currency hedging and the management fees payable to the management company.

Benchmark index:

The fund is not linked to a benchmark index.

The fund is managed actively and on a discretionary basis. The fund is not managed with reference to an index.

Investment strategy:
1. Investment strategy.
The investment strategy involves the discretionary management of a portfolio of bonds issued by private or public bodies. The fund will invest in bonds that mature in December 2025 at the latest and/or bonds with a longer maturity, but which have a call option before December 2025. The fund does not invest in perpetual bonds.
The strategy is not limited to bond carrying. The management company may use arbitrage in the event of new market opportunities or an increased default risk of one of the issuers in the portfolio.
The management of the fund is mainly based on the management team's in-depth knowledge of the selected companies' balance sheets and the fundamentals of sovereign debt.
To achieve the management objective, up to 100% of the portfolio is invested in fixed-rate or floating-rate bonds, other negotiable debt securities and money market instruments (Treasury bills, Treasury notes, certificates of deposit) from all economic sectors.
The private debt/public debt allocation is not determined in advance and will be based on market opportunities.
The fund invests up to 100% in Investment Grade issues (with a rating higher or equal to BBB- at Standard & Poor's or Baa3 at Moody's or the equivalent according to the analysis of the management company) or in High Yield issues (speculative) with a rating lower than BBB- or Baa3 or equivalent according to the analysis of the management company. Investment in unrated securities is not permitted.
The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.
Investment in convertible bonds is limited to maximum of 30% of net assets.

During the period ranging from the first date of subscription and until the minimum amount of assets under management reaches the level of 7 (seven) million euros, the fund will be invested in money market securities.
The manager will invest in securities denominated in EUR and/or USD and/or GBP and/or NOK and/or CHF. Insofar as the securities are not denominated in EUR, the manager will systematically hedge the exchange risk. There may however be a residual currency exchange risk due to imperfect hedging.
Consequently, the selection of securities focuses on the financial situation, debt structure and cash flow statements of issuers to avoid default situations. Moreover, issuers with the expectation of high repayment rates and junior subordinated issues are preferred.

The sensitivity range for interest rates in which the fund is managed	from 7 to 0, decreasing over time
Geographical area of the issuers of securities to which the fund is exposed	Public and private issuers from OECD countries (all zones): 0 - 100%; Public issuers, excluding OECD countries (emerging markets): 0 - 100%; Private issuers, excluding OECD countries (emerging markets) 0-50%
Security denomination currencies in which the fund is invested	EUR/USD/GBP/NOK/CHF
Level of exchange risk borne by the fund	Residual owing to imperfect hedging of currency positions.

Up to 10% of the fund may be invested in units or equities of UCITS established under French or European law in accordance with Directive 2009/65/EC.
Taking into account the investment strategy implemented, the Fund's risk profile is strongly tied to the selection of speculative securities which may represent up to 100% of the assets and therefore including default risk.
On an exceptional and temporary basis in the event of a significant number of redemption requests, the manager may borrow cash up to a limit of 10% of its net assets.
The fund will preferably use derivative instruments on organised futures markets but reserves the right to enter into OTC contracts where these contracts are better suited to the management objective or offer lower trading costs. The fund reserves the right to trade on all European and international futures markets.
The manager may use financial instruments such as futures, forwards, options, interest rate swaps, foreign exchange swaps, forward exchange transactions, Credit Default Swaps (CDS on single underlying asset options and CDS on indices) and Non Deliverable Forwards. They will mainly act with the aim of hedging and/or exposing the fund to interest rate and/or credit futures markets, and with the aim of hedging future exchange markets.
The fund may use Total Return Swaps (TRS) up to a limit of 25% maximum of the net assets. The expected proportion of assets under management that shall be subject to TRS may be 5% of the assets. The TRS underlying assets may be corporate bonds and emerging sovereign bonds.
The investment limit for the Fund on derivative instruments shall not exceed 100% of its net assets, without seeking overexposure.
As the fund approaches maturity and depending on the prevailing market conditions, the management company shall opt either to continue the investment strategy, merge with another UCITS or liquidate the fund, subject to the AMF's approval.
2. Assets (excluding embedded derivatives)
In order to achieve its management objective, the fund will use different types of assets.
a) Equities: yes
The fund may not purchase shares directly but it may be indirectly exposed to equity risk due to the fact that it holds convertible bonds up to a limit of 10% of net assets and may be directly invested in equities up to a limit of 5% of net assets only in the event of a restructuring of a bond, standard or convertible, by the issuer.
The equities shall present following characteristics:
- all capitalisation
- all economic sectors
- denominated in EUR, USD, GBP, NOK or CHF
- in all geographical areas.
b) Debt securities and money market instruments: yes
i. Negotiable debt securities: yes
ii. Bonds (fixed rate, floating rate, indexed): yes
iii. Treasury bills: yes
iv. Short-term negotiable securities: yes
with the following characteristics:
- all economic sectors
- the selected securities will be invested in the public and/or private sector.
c) UCITS:
Up to 10% of the fund may be invested in units or equities of UCITS under French or foreign law in accordance with Directive 2009/65/EC.
These UCITS may be managed by the management company or an associated company.

3. Derivative instruments

The fund may trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, used for both hedging and exposure of the portfolio.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes (up to a maximum limit of 10%)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- futures: yes
- options (listed, OCT): yes
- swaps (interest rates, currencies): yes
- forward exchange (NDF): yes
- credit derivatives: yes, CDS
- Total Return Swap (TRS): yes
- CDS options: yes (up to 15% of the net assets)

4 - Securities with embedded derivatives

Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: no
- credit: yes
- indices: yes (interest rates)

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- Convertible bonds, within a limit of 30% of net assets
- Warrants
- EMTN
- Callable rate products
- Puttable rate products

5- Deposits: the Fund reserves the right to make deposits of up to 10% in order to manage its cash flow.

6- Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets in the event of significant redemptions.

7- Temporary securities purchase and sale transactions: yes

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).

• **Type of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:** These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section "2. Assets (excluding embedded derivatives)" of this prospectus.

• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• **Remuneration:**Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• **Selection of counterparties:** The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a grade, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/pay financial guarantees in the form of full ownership transfer of securities and/or of cash.

Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:

- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:

- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).

Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

Risk of capital loss:

Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

Discretionary risk:

The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Interest rate risk:

The fund is subject to interest rate risk on European and international markets. The interest rate risk is the risk that the value of the fund's investment decreases if interest rates rise. Thus, when interest rates rise, the net asset value of the fund may fall.

Credit risk relating to issuers of debt securities:

Risk may arise from a downgrading of the credit rating or default of the issuer of the debt security or failure of the issuer to honour his commitments with regard to the instruments issued. If an issuer’s credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the fund to fall.

When investing in bonds there is a direct or indirect risk arising from the possible presence of securities of lower quality, known as "high-yield" or speculative securities. These "speculative" securities have a higher risk of default. They are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the mutual fund unit may therefore decrease if the value of these securities in the portfolio falls.

Default risk relating to issuers of debt securities:

The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.

Risk associated with investments in "high-yield" securities (known as speculative securities):

This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.

These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Risk arising from investing in emerging markets:

The fund may be exposed up to 100% in emerging markets. Market risks are amplified by possible investments in emerging countries where market movements, upward or downward, may be stronger and faster than in major international markets.

Investing in emerging markets involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.

Equity risk associated with holding convertible bonds:

The Fund may be exposed up to 30% in convertible bonds. The value of convertible bonds depends to some extent on the evolution of the prices of their underlying equities. Changes in the underlying equities may lead to a fall in the fund's net asset value.

Exposure to equity risk shall be limited to maximum of 10% of the net assets.

Counterparty risk: Counterparty risk arises from entering into contracts in financial futures traded on OTC markets, and from temporary purchases/sales of securities and/or total return swaps (TRS). This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the net asset value.

Risk relating to subordinated debt securities:

The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Exchange rate risk:

The fund may invest in transferable securities denominated in currencies other than the reference currency.

The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Risk arising from techniques such as derivatives:

risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Potential risk of a conflict of interest:

This risk relates to the completion of temporary purchases of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Liquidity risk associated with the temporary purchase and sale of securities and/or total return swaps (TRS): The Fund may be exposed to trading difficulties or a temporary lack of trading in certain securities in which the Fund is invested or those received as collateral in the event of default by a counterparty of temporary purchase and sale of securities and/or total return swaps (TRS).

Legal risk:

The recourse to the purchase and/or sale transactions of securities and/or total return swaps (TRS) may result in legal risks, in particular relating to contracts.

Target subscribers:

D share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services

D-B share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services, including the Beobank network
I share	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE
I C CHF H share	Reserved for professional clients within the meaning of MiFID
I D EUR share	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE
R share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
T C share	All investors without payment of retrocession fees to distributors
T D USD H share	All investors without payment of retrocession fees to distributors
I C USD H share	Reserved for professional clients within the meaning of MiFID
R C USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
T D EUR share	All investors without payment of retrocession fees to distributors

Investors in this fund are seeking a diversified bond investment over a recommended investment period running until 31 December 2025.

Investors are informed that their main interest is to hold their investment until 31 December 2025 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

How to subscribe to T shares:
Subscriptions to T shares (net shares) are reserved:
- for investors subscribing through distributors or intermediaries:

- subject to national legislation prohibiting all retrocession fees to distributors
- providing:
o independent advice within the meaning of European regulation MiFID II,
o individual portfolio management under mandate

- for funds of funds

Any arbitrage of fund shares towards T shares will benefit from the MiFID II tax exemption until 31/12/2018 (letters dated 16 March 2017 and 31 October 2017 of the Directorate-General for Public Finance, which confirms that such exchange transactions benefit from the tax deferral provided for in Article 150-0 B of the General Tax Code; www.la-francaise.com), provided that subscriptions for T shares are immediately preceded by a redemption in R, D and D USD H shares by the same shareholder for a product equivalent to the number of redeemed shares and on the same net asset value date.

<u>US investors</u>
The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).
The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors
In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:
until 31 December 2025. Investors are informed that their main interest is to conserve their investment until 31 December 2025 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

Methods of determining and allocating distributable amounts:

D share	Capitalisation and/or distribution and/or carry forward
D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
D-B share	Capitalisation and/or distribution and/or carry forward
I share	Capitalisation
I C CHF H share	Capitalisation
I D EUR share	Capitalisation and/or distribution and/or carry forward
R share	Capitalisation
T C share	Capitalisation
T D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
I C USD H share	Capitalisation
R C USD H share	Capitalisation
T D EUR share	Capitalisation and/or distribution and/or carry forward

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

D USD H and T D USD H shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company will distribute quarterly dividend payments in January, April, July and October.
D-B, D, T D and I D EUR shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
R, I, IC CHF H, R C USD H, IC USD H and TC shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.
- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP): D shares (FR0013272739), R shares (FR0013258647), TD EUR shares) FR0013277373)
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.

Each share can be divided into thousandths of a share.
The fund will be closed for subscription on 30 September 2020. From this date, only investments preceded by a redemption on the same day for the same number of shares, for the same net asset value and by the same unitholder may be executed.
The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Order fulfilment at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

D share	None
D USD H share	USD 1,000.00
D-B share	None
I share	EUR 500,000.00
I C CHF H share	CHF 500,000.00
I D EUR share	EUR 500,000.00
R share	None
T C share	None
T D USD H share	USD 1,000.00
I C USD H share	USD 500,000.00
R C USD H share	USD 1,000.00
T D EUR share	None

Minimum value of subsequent subscriptions:

D share	None
D USD H share	None
D-B share	None
I share	None
I C CHF H share	None
I D EUR share	None
R share	None
T C share	None
T D USD H share	None
I C USD H share	None
R C USD H share	None
T D EUR share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

In the interests of unitholders, during the marketing period until 30 September 2020, the Fund will be valued at the asking price; beyond this period ending on 30 September 2020, the Fund will be valued at the bid price.

Original net asset value:

D share	EUR 100.00
D USD H share	USD 100.00
D-B share	EUR 100.00
I share	EUR 1,000.00
I C CHF H share	CHF 1,000.00
I D EUR share	EUR 1,000.00
R share	EUR 100.00
T C share	EUR 100.00
T D USD H share	USD 100.00
I C USD H share	USD 1,000.00
R C USD H share	USD 100.00
T D EUR share	EUR 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**D share:** 3.00% maximum **D USD H share:** 3.00% maximum **D-B share:** 3.00% maximum **I share:** 3.00% maximum **I C CHF H share:** 3.00% maximum **I D EUR share:** 3.00% maximum **R share:** 3.00% maximum **T C share:** 3.00% maximum **T D USD H share:** 3.00% maximum **I C USD H share:** 3.00% maximum **R C USD H share:** 3.00% maximum **T D EUR share:** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**D share:** None **D USD H share:** None **D-B share:** None **I share:** None **I C CHF H share:** None **I D EUR share:** None **R share:** None **T C share:** None **T D USD H share:** None **I C USD H share:** None **R C USD H share:** None **T D EUR share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**D share:** None **D USD H share:** None **D-B share:** None **I share:** None **I C CHF H share:** None **I D EUR share:** None **R share:** None **T C share:** None **T D USD H share:** None **I C USD H share:** None **R C USD H share:** None **T D EUR share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**D share:** None **D USD H share:** None

		D-B share: None **I share:** None **I C CHF H share:** None **I D EUR share:** None **R share:** None **T C share:** None **T D USD H share:** None **I C USD H share:** None **R C USD H share:** None **T D EUR share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	Base	Rate/scale
1	Financial management fees	Net assets	**I and T shares:** 0.59% maximum rate (including tax) **R, D and D-B shares:** 1.19% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares:0.06% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	Shares: 0.40% (with a minimum of €120) Convertible bonds < 5 years: 0.06% Convertible bonds > 5 years: 0.24% Other bonds: 0.024% (with a minimum of EUR 100) Monetary instruments: 0.012% (with a minimum of EUR 100) Swaps: €300 Forward exchange: €150 Spot exchange: €50 UCITS: €15 Futures: €6 / Options: €2.5
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
Information on the remuneration generated by temporary securities purchase and sale transactions:
The sub-fund's counterparty with respect to transactions for the temporary purchase and sale of securities is one or more credit institutions whose head office or branch is located in a country of the European Union. The counterparties will act independently of the fund. No remuneration is paid to the depositary (within the framework of his capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/

Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.

The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.

Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Carbon Impact 2026

ISIN code:

C share	FR0013527348
D share	FR0013431152
D B EUR shares	FR001400N2N7
D USD H share	FR0013470887
I share	FR0013431194
I D share	FR0013458239
IC USD H share	FR0013470861
R share	FR0013431186
R USD H share	FR0013470879
S share	FR0013431178
TC share	FR0013467040
TD share	FR0013467032
Z share	FR00140039S1

Classification:
International bonds and other debt securities

Management objective:
The sub-fund's objective is to achieve, over the recommended investment period of seven years from the fund launch date until 31 December 2026, a net return which is greater than the performance of the French government's euro bonds maturing in 2026, by investing in a portfolio of issuers filtered primarily according to non-financial criteria and analysed with regard to their compatibility with the energy transition on the basis of a methodology defined by the management company. The fund is committed to having a weighted average of the portfolio's greenhouse gas emissions per euro invested (scopes 1 and 2) at least 50% lower than that of a comparable investment universe that would be the composite 30% Bloomberg Global aggregate Corporate Index 70% ICE BofAML BB-B Global High Yield Index.

The net annualised performance objective is based on the achievement of market assumptions set by the management company. It is not a guarantee of Fund return or performance. Investors should note that the performance indicated in the management objective of the fund takes account of the estimate of the risk of default or downgrading of the rating of one or more issuers in the portfolio, the cost of currency hedging and the management fees payable to the management company.

Benchmark index:
The UCI has no benchmark indicator. It is actively managed and in a discretionary manner.

Investment strategy:
1. Strategy used

The investment strategy involves the discretionary management of a portfolio of bonds issued by private or public bodies (up to 10% of the net assets).
The sub-fund may invest in securities that mature by 31 December 2027, i.e. one year after the fund's maturity. However, the average maturity of the portfolio will not exceed 31 December 2026. The strategy is not limited to bond carrying; the Management Company may use sale and purchase transactions in the event of new market opportunities or an increased default risk of one of the issuers in the portfolio.

The management company of the sub-fund puts together an initial investment universe constructed from a portfolio of bonds issued by public issuers which are members of the JP Morgan Hedged Eur Unit GBI Global Index (JHUCGBIG Index) and private issuers which are members of the Bloomberg Global Aggregate Corporate Total Return Index Hedged EUR (LGCPTREH Index) and ICE BofAML BB-B Global High Yield Index (HW40 Index). Securities are selected mainly from this universe; they may also be selected from outside the universe, from European and international markets, including emerging markets, up to a limit of 10% of the investment universe, provided that these securities have a Carbon Impact score higher than the exclusion threshold in force for the universe and meet the investment criteria of the sub-fund.

This sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).

In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.
The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The principal adverse impacts are also taken into account in the investment strategy and are based on policies for monitoring controversies and sector exclusions specific to Crédit Mutuel Asset Management as described below, the Carbon Impact and Sustainable Investment rating.
Pre-contractual information on the environmental or social characteristics promoted by the sub-fund is available in the appendix.
The investment process is based on an ESG selectivity approach in management and is broken down into three stages:

Stage 1: Legal and sectoral exclusion policies and controversy management:
Starting with the initial investment universe, the management team will apply a filter linked to Crédit Mutuel Asset Management's sector exclusion policies that it implements for the management of its funds. In addition to the legal exclusions, sectoral exclusions are implemented concerning controversial weapons, tobacco, coal and hydrocarbons.
The controversy management of each security is subject to specific analysis, monitoring and rating. The management company will exclude all companies with major controversies. At the same time, an escalation process for controversies (analysis and handling) is set up by Crédit Mutuel Asset Management’s financial and extra-financial analysis unit to monitor the companies concerned and determine whether they are maintained or excluded.
Crédit Mutuel Asset Management classifies the issuers in which it invests according to their severity, repetition and management, particularly in terms of financial impacts, using the following codes:

- “green”: authorised issuer in the portfolio
- “yellow”: enhanced due diligence
- "orange": ban on buying, if the issuer is in the portfolio, the position is frozen
- "red": exclusion of the portfolio

Policies for monitoring controversies and sector exclusions are available on the Crédit Mutuel Asset Management website.

Stage 2: Carbon Impact filter
A "carbon" analysis and an analysis of the credit quality of the issuers that passed through the filter in stage 1 is carried out. After having reduced the universe on the basis of a credit analysis, a "carbon" analysis is carried out on criteria related to climate change. These criteria exist at various levels, such as the historical performance of carbon emissions (based on Scope 1 – direct emissions, and Scope 2 – indirect emissions; for certain sectors, the share of emissions relating to Scope 3, which is not considered here, can account for a large share of total emissions), governance and climate risk management, and the strategy implemented by the company to participate in the transition. In order to measure companies’ performance against these criteria, the management company uses data collected by the extra-financial analysis unit from specialised data providers. A Carbon Impact score is awarded as a result of this analysis.
For issuers in the low-carbon financial sector (carbon intensity defined as carbon emissions divided by enterprise value), a qualitative analysis is performed in addition to the assigned Carbon Impact score. This score is between 0 and 10.

For highly carbon-intensive sectors such as electricity generation and distribution, oil, the automotive industry and materials, a qualitative analysis of the company's future carbon performance is carried out in addition to the assigned Carbon Impact score. This analysis corresponds to a "trajectory" calculation of the issuer's carbon emissions that we match with sectoral decarbonisation trajectories (as defined by the International Energy Agency). During this qualitative analysis, the extra-financial analysis unit and the management team will estimate the ability of a company to meet its decarbonisation objectives in the face of current investments, past performance and the transformation of their portfolio of products sold. For example, for the Utilities sector, this takes the form of a carbon intensity based on the tonnes of CO_2eq generated per MWh of electricity produced, reflecting the development of the production capacity in renewable energy compared to current capacity.
In addition, the extra-financial analysis unit has formalised a dialogue and engagement approach aimed at improving the consideration of the sustainable transition issues of the companies in which the UCI invests. More details can be found on the management company’s website
The companies are then classified by quartile within their respective sectors, according to the asset management company's methodology, subject to the limitations specified above, as follows:

- “low carbon”, (1st quartile, top 25%)
- “transition on track with the sectoral decarbonisation trajectory”, (2nd quartile)
- “transition requiring greater ambition” (with which the management company does not play an active role) (3rd quartile)
- “laggards” according to the Carbon Impact score assigned (last quartile)

No investments will be made in companies qualified as laggards, which represents a 25% selectivity rate on the fund’s investable universe.

When a company's quartile changes resulting in it being classified as a "laggard", a systematic review is carried out by the extra-financial analysis unit. If the downgrade is confirmed, the management company will sell the securities within a reasonable time, regardless of the price level of the security at the time of the transfer. This transfer can impact the financial performance of the fund.

The fund may also invest up to a maximum of 100% of its net assets in sustainable finance instruments. These instruments include the following categories:

- Green bonds;
- Sustainability bonds;
- Social bonds;
- Debt securities linked to performance on one or more sustainability objectives (sustainability-linked bonds).

The analysis of green bonds is carried out along three axes and in addition to the steps described above, namely:
1. Adherence to the four pillars of the "Green Bond Principles"
• Use of funds: the funds are to be used to finance or refinance green projects in line with the taxonomy defined by the GBPs and with the new European taxonomy;
• The project selection and evaluation process: precise selection and description of projects financed by the green bond, governance put in place around the selection, definition of environmental objectives and impact measurements linked to these projects.
• Fund management: detail of funds allocated by project, ability to monitor funds used with a rigorous process
• Transparency and reporting: the issuer must communicate at least annually and transparently on 2 points: the allocation of funds (funds allocated and activities financed) and the impact of the projects, i.e. the direct contribution to the environment such as the reduction of carbon emissions (impact report, objectives)

2. The issuer's energy transition strategy and status
• A cross-analysis is carried out with the fundamental analysis of the issuer described previously.

3. Analysis and measurement of the impact of funded projects
• special attention is paid to the choice of funded projects and their consistency with the issuer's more global energy transition strategy.
Finally, whether public or private, green bond issuers will be subject to the same financial and non-financial analyses and must pass the exclusion phase (stage 1) and the macro-economic/credit and carbon analysis phase (stage 2).

Information on the operation of the analysis model is available on the management company's website.
The extra-financial performance analysis methodology developed by Crédit Mutuel Asset Management is dependent on the completeness, quality and transparency of the elements and information provided by extra-financial data providers on issuers, which constitutes a limit to the analysis performed.

Stage 3: Financial analysis and portfolio construction
However, issuers with the highest Carbon Impact scores will not be automatically retained in the portfolio construction, as inclusion in the final portfolio is subject to the manager's discretion.

The non-financial analysis rate must be greater than 90%. This rate is understood as the number of issuers in the net assets of the sub-fund. The sub-fund may invest up to 10% of its net assets in issuers that are not subject to extra-financial analysis.

The objective of a weighted average of the portfolio's greenhouse gas emissions per euro invested (scopes 1 and 2) at least 50% lower than that of a comparable investment universe that would be the composite 30% Bloomberg Global aggregate Corporate Index 70% ICE BofAML BB-B Global High Yield Index is monitored as follows:
Carbon emissions in tonnes of CO2eq per invested euro are based on Scope 1 – direct emissions and Scope 2 – indirect emissions (note that for some sectors, the share of Scope 3 emissions is not taken into account here, but can account for a large share of total emissions), relative to the size of the enterprise (company value). This data is retrieved from the CDP database and in the event that a company does not provide it to CDP, a proprietary model for estimating emissions by industry and firm size is used. These footprints are then weighted by the weights in the portfolio.

The management company uses data published by companies and collected by specialised suppliers.

The financial analysis applies to issuers in the investment universe where the selection of securities and portfolio construction will be carried out on a discretionary basis according to an analysis of the issuers' financial statements, as well as the analysis of their solvency and liquidity situation, as well as related regulatory and sectoral changes. The monitoring of credit institutions and their solvency is subject to special monitoring using proprietary tools and particular attention is paid to the subordination ranking of securities that can be included in the portfolio.

In order to achieve the management objective, up to 100% of the portfolio's net assets are invested in "Investment Grade" securities (equal to or higher than BBB- according to Standard & Poor’s or Baa3 according to Moody’s, or equivalent according to the asset management company’s analysis) and up to 70% in High Yield bonds (equal to or higher than B- according to Standard & Poor’s or B3 according to Moody’s, or equivalent according to the asset management company’s analysis). The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis. If the rating of a bond already present in the portfolio deteriorates and falls below the minimum rating, the sub-fund may keep the security in the portfolio; these downgrades may concern up to 5% of the total assets.
The portfolio may invest up to 10% of its net assets in securities issued or guaranteed explicitly by governments and/or supranational entities, multilateral development banks, local and regional authorities.

The sensitivity range for interest rates in which the fund is managed	between 0 and 8
Geographical area of the issuers of securities to which the fund is exposed	OECD countries: 0 – 100% / Non-OECD countries (including emerging countries): 0 - 10%
Security denomination currencies in which the fund is invested	EUR or in USD, GBP, NOK, SEK and CHF
Level of exchange risk borne by the fund	up to a maximum of 10% of net assets

The sub-fund can invest up to a limit of 10% of its assets in the units or shares of UCITS governed by French or foreign law and/or in UCIs meeting the four criteria of Article R214-13 of the Monetary and Financial Code. They will be used to manage the cash flow.
The sub-fund may invest in futures traded on French and foreign regulated markets or OTC: futures, swaps, forwards. Each instrument addresses specific hedging or exposure strategies to (i) hedge the entire portfolio or certain asset classes held within it against market risk (ii) synthetically rebuild specific assets, or (iii) increase the fund's exposure to certain risks in the market.
The sub-fund may also engage in temporary securities purchase and sale transactions in order to (i) ensure the investment of the cash available (reverse repurchase), or (ii) optimise the performance of the portfolio (securities lending).
The sub-fund's exposure to derivatives shall not exceed 100% of its net assets, without seeking overexposure.

As the fund approaches maturity and depending on the prevailing market conditions, the management company shall opt either to continue the investment strategy, merge with another UCITS or liquidate the fund, subject to the AMF's approval.

2. Assets:
In order to achieve its management objective, the sub-fund will use different types of assets:
a. Equities:
The sub-fund does not intend to hold shares. However, the sub-fund may be indirectly exposed to equity risk due to the fact that it holds convertible bonds up to a limit of 10% of net assets and may be directly invested in equities up to a limit of 5% of net assets only in the event of a restructuring of a bond, standard or convertible, by the issuer.
The shares may be of any market capitalisation, of any economic sector, of any geographical zone, denominated in EUR or USD, GBP, NOK, SEK and CHF.

b. Debt securities and money market instruments, up to 100% of the net assets:
i. Negotiable debt securities: yes
ii. Bonds (fixed rate, floating rate, indexed to inflation): yes
iii. Treasury bills: yes
iv. Commercial papers: yes
v. Certificates of deposit: yes
with the following characteristics:
- rating: investment grade (up to 100% of the assets), high yield (up to 70% of the assets)
- securities will be selected from the private and/or public sector (up to 10% of assets)
- denominated in foreign currencies: EUR or in USD, GBP, NOK, SEK and CHF

c. UCI: yes
The sub-fund may invest up to a limit of 10% in the units or shares of the UCITS governed by French or foreign law and/or in the units or UCI shares meeting the 4 criteria of Article R214-13 of the Monetary and Financial Code.

The sub-fund may invest in UCIs of the management company or a related company.

3. Derivative instruments
The sub-fund may invest in futures traded on French and foreign regulated markets or OTC: futures, swaps, forwards. Each instrument addresses specific hedging or exposure strategies to (i) hedge the entire portfolio or certain asset classes held within it against market risk (ii) synthetically rebuild specific assets, or (iii) increase the sub-fund's exposure to certain risks in the market.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes (up to 10% of the assets)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes (occasionally)
- arbitrage: no
- other: no

Nature of the instruments used:
- futures: yes
- options (listed, OTC): no
- swaps: yes
- forward exchange (NDF and non-NDF): yes
- credit derivatives: no
- Total Return Swaps: no

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives
In order to achieve the management objective, the manager may take positions to hedge and/or expose the portfolio against risks:
- equities: yes
- interest rates: yes
- foreign exchange: yes
- credit: yes
- index: yes (interest rates)

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- convertible bonds
- Callables
- Puttables
- EMTN

5- Deposits
The sub-fund reserves the right to make deposits of up to 10% of net assets in order to manage its cash flow.

6- Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets

7- Transactions for the temporary purchase and sale of securities: Yes
The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the

portfolio (e.g. securities lending/borrowing). Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• **Type of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:** These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• **Remuneration:** Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• **Selection of counterparties:** The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.

Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:

- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:

- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).

Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

<u>Risk of capital loss:</u>

Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

ESG investment risk: The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.

Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Discretionary risk:

The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

Exchange rate risk:

The fund may invest in transferable securities denominated in currencies other than the reference currency.

The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Risk arising from techniques such as derivatives:

risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Equity risk associated with holding convertible bonds:

The Fund may be exposed up to 10% in convertible bonds. The value of convertible bonds depends to some extent on the evolution of the prices of their underlying equities. Changes in the underlying equities may lead to a fall in the fund's net asset value.

Exposure to equity risk shall be limited to maximum of 10% of the net assets.

Interest rate risk:

This is the risk that interest rate instruments in the portfolio will fall due to fluctuations in interest rates. When interest rates rise (positive sensitivity) or when they fall (when sensitivity is negative), the net asset value of the fund may fall.

This risk is measured by the sensitivity which reflects the impact that a 1% change in interest rates may have on the net asset value of the Fund.

Credit risk: Credit risk may arise from a downgrading of the credit rating of an issuer of debt securities or the default of an issuer. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the Fund to fall.

Default risk relating to issuers of debt securities:

The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative or unrated securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.

Risk associated with investments in "high-yield" securities (known as speculative securities):

This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.

These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Risk associated with investing in non-OECD countries (emerging markets):

The fund may be exposed up to 10% in non-OECD countries. Market risks are amplified by possible investments in non-OECD countries where market movements, upward or downward, may be stronger and faster than in major international markets.

Investing in non-OECD countries involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.

Counterparty risk:Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions: This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the fund's net asset value.

Potential risk of a conflict of interests:

This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Liquidity risk: This refers to the risk when trading volumes are low or in the event of volatility on a particular market, this financial market cannot absorb the volumes of sales (or purchases) without significantly lowering (or raising) asset prices. This may result in a fall in the fund's net asset value.

Risk associated with holding convertible bonds:

The value of convertible bonds depends on a number of factors: level of interest rate, credit, change of price of the underlying shares, change of price of the derivative integrated into the convertible bond. If the underlying equities of convertible bonds and similar – equities held directly or the indices to which the fund is exposed – fall, the net asset value of the fund may fall.

Target subscribers:

C share	Reserved for companies in the Insurance group of Crédit Mutuel, Crédit Mutuel Nord Europe and Crédit Mutuel Epargne Salariale
D share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
D B EUR shares	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
I share	All subscribers, particularly institutional investors
I D share	All subscribers, particularly institutional investors
IC USD H share	Reserved for professional clients within the meaning of MiFID
R share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
S share	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in the La Française Group
TC share	All investors without payment of retrocession fees to distributors
TD share	All investors without payment of retrocession fees to distributors
Z share	Institutional Investors

How to subscribe to T shares:

Subscriptions to T shares (net shares) are reserved:

- for investors subscribing through distributors or intermediaries:
  - subject to national legislation prohibiting all retrocession fees to distributors
  - providing:
    - o independent advice within the meaning of European regulation MiFID II,
    - o individual portfolio management under mandate
- for funds of funds

Investors are informed that their main interest is to hold their investment until 31 December 2026 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

<u>US investors</u>

The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).

The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors
In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:
until 31 December 2026. Investors are informed that their main interest is to hold their investment until 31 December 2026 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

Methods of determining and allocating distributable amounts:

C share	Capitalisation
D share	Capitalisation and/or distribution and/or carry forward
D B EUR shares	Capitalisation and/or distribution and/or carry forward
D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
I share	Capitalisation
I D share	Capitalisation and/or distribution and/or carry forward
IC USD H share	Capitalisation
R share	Capitalisation
R USD H share	Capitalisation
S share	Capitalisation and/or distribution and/or carry forward
TC share	Capitalisation
TD share	capitalisation and/or distribution and/or carry forward
Z share	Capitalisation

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

D, I D, TD and S shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company. The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
D USD H shares: the net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company. The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company will distribute quarterly dividend payments in January, April, July and October.
C, R, R USD H, IC USD H, TC, Z and I shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each trading day by midday and are executed on the basis of the next net asset value.
Payments relating thereto are made on the second trading day following the processing date.

- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP):
R shares (FR0013431186)
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each trading day by midday and are executed on the basis of the next net asset value.
Payments relating thereto are made on the second trading day following the processing date.

The fund will be closed for subscription on 31 December 2024. From this date, only investments preceded by a redemption on the same day for the same number of shares, for the same net asset value and by the same unitholder may be executed.

The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Execution of the order at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 12 p.m.	T before 12 p.m.	Each trading day (T)	T + 1 business days	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

C share	None
D share	None
D B EUR shares	None
D USD H share	None
I share	EUR 100,000.00
I D share	EUR 100,000.00
IC USD H share	USD 100,000.00
R share	None
R USD H share	None
S share	EUR 10,000,000.00
TC share	None
TD share	None
Z share	EUR 40,000,000.00

Minimum value of subsequent subscriptions:

C share	None
D share	None
D B EUR shares	None
D USD H share	None
I share	None
I D share	None
IC USD H share	None
R share	None
R USD H share	None
S share	None
TC share	None
TD share	None
Z share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, or the next trading day, excluding legal holidays in France.

In the interests of unitholders, during the marketing period until 31 December 2024, the Fund will be valued at the asking price; beyond this period ending on 31 December 2024, the Fund will be valued at the bid price.

Original net asset value:

C share	EUR 100.00
D share	EUR 100.00
D B EUR shares	EUR 100.00
D USD H share	USD 100.00
I share	EUR 1,000.00

I D share	EUR 1,000.00
IC USD H share	USD 1,000.00
R share	EUR 100.00
R USD H share	USD 100.00
S share	EUR 1,000.00
TC share	EUR 100.00
TD share	EUR 100.00
Z share	EUR 1,000.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**C share:** 4.00% maximum **D share:** 3.00% maximum **D B EUR share:** 3.00% maximum **D USD H share:** 3.00% maximum **I share:** 3.00% maximum **I D share:** 3.00% maximum **IC USD H share:** 3.00% maximum **R share:** 3.00% maximum **R USD H share:** 3.00% maximum **S share:** 3.00% maximum **TC share:** 3.00% maximum **TD share:** 3.00% maximum **Z share:** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **D B EUR share:** None **D USD H share:** None **I share:** None **I D share:** None **IC USD H share:** None **R share:** None **R USD H share:** None **S share:** None **TC share:** None **TD share:** None **Z share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **D B EUR share:** None **D USD H share:** None **I share:** None **I D share:** None **IC USD H share:** None **R share:** None **R USD H share:** None **S share:** None **TC share:** None **TD share:** None **Z share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **D B EUR share:** None **D USD H share:** None **I share:** None **I D share:** None **IC USD H share:** None **R share:** None **R USD H share:** None

		S share: None **TC share:** None **TD share:** None **Z share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	Base	Rate/scale
1	Financial management fees	Net assets	**C share:** 0.94% maximum rate (including tax) **S share**: 0.15% maximum rate (including tax) **I, TC, TD and IC USD H shares**: 0.59% maximum rate (including tax) **R, R USD H, D USD H, D and D B EUR shares**: 1.19% maximum rate (including tax) **Z share:** 0.3% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares: 0.06% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	Shares: 0.40% (with a minimum of €120) Convertible bonds < 5 years: 0.06% Convertible bonds > 5 years: 0.24% Other bonds: 0.024% (with a minimum of EUR 100) Monetary instruments: 0.012% (with a minimum of EUR 100) Swaps: €300 Forward exchange: €150 Spot exchange: €50 UCITS: €15 Futures: €6 / Options: €2.5
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g.class action procedure).
A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/

Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.

The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.

Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Rendement Global 2028

ISIN code:

B share	FR0013463593
D B EUR share	FR0013439544
I C CHF H share	FR0013439494
I C EUR share	FR0013439478
I C USD H share	FR0013439486
I D EUR share	FR0013439502
OF share	FR001400LW60
R C CHF H share	FR0013439445
R C EUR share	FR0013439403
R C USD H share	FR0013439429
R D EUR share	FR0013439452
R D USD H share	FR0013439460
T C EUR share	FR0013439510
T D EUR share	FR0013439528
T D USD H share	FR0013439536

Classification:
International bonds and other debt securities

Management objective:
The aim of the sub-fund is to achieve, over the recommended investment period of nine years from the date of creation of the sub-fund until 31 December 2028, a performance net of fees that exceeds the performance of bonds maturing in 2028 issued by the French government and denominated in EUR (OAT [fungible treasury bonds] 0.75% maturing on 25 May 2028 - ISIN code FR0013286192)), by investing in a portfolio of issuers that have been screened in advance according to Environmental, Social and Governance criteria.
The potential profitability of the sub-fund comes from the value of the accrued coupons of the bonds in the portfolio and the variations in capital due to the fluctuation in interest rates and credit spreads.
The net annualised performance objective is based on the achievement of market assumptions set by the management company. It does not constitute a guarantee of return or performance of the sub-fund. Investors should note that the performance indicated in the management objective of the sub-fund takes account of the estimate of the risk of default or downgrading of the rating of one or more issuers in the portfolio, the cost of currency hedging and the management fees payable to the management company.
Benchmark index:

The sub-fund is not linked to a benchmark index.
The fund is managed actively and on a discretionary basis. The fund is not managed with reference to an index.

Investment strategy:
1. Investment strategy.

The investment strategy involves the discretionary management of a portfolio of bonds issued by private or public bodies. The sub-fund may invest in bonds with maturities up to 31 December 2029 and/or bonds with a longer maturity, but which have a call option before or on 31 December 2028. The fund does not invest in perpetual bonds.
The strategy is not limited to bond carrying. The management company may use arbitrage in the event of new market opportunities or an increased default risk of one of the issuers in the portfolio.
The management of the sub-fund therefore relies primarily on the management team's in-depth knowledge of the selected companies' balance sheets and sovereign debt fundamentals.
To achieve the management objective, up to 100% of the portfolio is invested in fixed-rate or floating-rate bonds, other negotiable debt securities and money market instruments (Treasury bills, Treasury notes, certificates of deposit) from all economic sectors. The portfolio may invest up to 50% in sovereign bonds, depending on market opportunities.

The objective of this sub-fund is sustainable investment within the meaning of Article 8 of the EU Sustainable Finance Disclosure Regulation (EU) 2019/2088 (SFDR).

In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The investment strategy takes extra-financial criteria into account without making them a commitment within the meaning of AMF position 2020-03.

Crédit Mutuel Asset Management applies the following to its entire range of mutual funds:

- a policy for monitoring controversies aimed at maintaining or excluding the securities concerned,
- a sectoral exclusion policy regarding controversial weapons, tobacco, coal and hydrocarbons.

These policies are available on the Crédit Mutuel Asset Management website.
Pre-contractual information on the environmental or social characteristics promoted by the UCI is available in the appendix.
Environmental, social and governance (ESG) criteria represent one element of the management, but their weight in the final decision is not defined upstream.

The private debt/public debt allocation is not determined in advance and will be based on market opportunities.
The sub-fund invests up to 100% in Investment Grade issues (with a rating higher or equal to BBB- at Standard & Poor’s or Baa3 at Moody’s or the equivalent according to the analysis of the management company) and/or in High Yield issues (speculative) (i.e. with a rating lower than BBB- or Baa3 or equivalent according to the analysis of the management company). Investment in unrated securities is not permitted.
The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.
Investment in convertible bonds is limited to maximum of 30% of net assets.
The manager will invest in securities denominated in EUR and/or USD and/or GBP and/or NOK and/or CHF and/or in SEK and/or in CAD and/or in DKK. Insofar as the securities are not denominated in EUR, the manager will systematically hedge the exchange risk. There may however be a residual currency exchange risk due to imperfect hedging.
Consequently, the selection of securities focuses on the financial situation, debt structure and cash flow statements of issuers to avoid default situations. Moreover, issuers with the expectation of high repayment rates and junior subordinated issues are preferred.

The sensitivity range for interest rates in which the fund is managed	from 9 to 0, decreasing over time
Geographical area of the issuers of securities to which the fund is exposed	Private issuers from OECD countries (all regions): 0 - 100%; Public issuers from OECD and non-OECD countries (including emerging countries): 0 - 50%; Non-OECD private issuers (including emerging countries) 0-50%
Security denomination currencies in which the fund is invested	EUR / USD / GBP / NOK / CHF / SEK / CAD / DKK
Level of exchange risk borne by the fund	Residual owing to imperfect hedging of currency positions.

The sub-fund may invest up to 10% of its assets in units or shares of UCITS established under French or European law in accordance with Directive 2009/65/EC.
Taking into account the investment strategy implemented, the risk profile of the sub-fund is closely linked to the selection of speculative securities which may represent up to 100% of the assets, therefore including default risk.
On an exceptional and temporary basis in the event of a significant number of redemption requests, the manager may borrow cash up to a limit of 10% of its net assets.
The sub-fund uses derivatives preferably on organised futures markets, but reserves the right to enter into over-the-counter contracts when such contracts are better suited to the management objective or have a lower trading cost. The sub-fund reserves the right to trade on all European and international futures markets.
The manager may use financial instruments such as futures, forwards, options, interest rate swaps, foreign exchange swaps, forward exchange transactions, Credit Default Swaps (CDS on single underlying asset options and CDS on indices) and Non Deliverable Forwards. They will mainly act with the aim of hedging and/or exposing the fund to interest rate and/or credit futures markets, and with the aim of hedging future exchange markets.
The sub-fund may use Total Return Swaps (TRS) up to a maximum of 25% of the net assets. The expected proportion of assets under management that shall be subject to TRS may be 5% of the assets. The TRS underlying assets may be corporate bonds and emerging sovereign bonds.
The sub-fund's exposure to derivatives shall not exceed 100% of its net assets, without seeking overexposure.

As the maturity of the sub-fund approaches, the management company will, depending on the market conditions prevailing at the time, opt to either continue the investment strategy, to merge with another UCITS or to liquidate the sub-fund, subject to AMF approval.

2. Assets (excluding embedded derivatives)

In order to achieve its management objective, the sub-fund will use different types of assets.

a) Equities: yes

The sub-fund may not purchase shares directly but it may be indirectly exposed to equity risk due to the fact that it holds convertible bonds up to a limit of 10% of net assets and may be directly invested in equities up to a limit of 5% of net assets only in the event of a restructuring of a bond, standard or convertible, by the issuer.

The equities shall present following characteristics:

- all capitalisation
- all economic sectors
- denominated in USD, GBP, NOK, CHF, SEK, CAD, DKK
- in all geographical areas.

b) Debt securities and money market instruments: yes

i. Negotiable debt securities: yes

ii. Bonds (fixed rate, floating rate, indexed): yes

iii. Treasury bills: yes

iv. Short-term negotiable securities: yes

with the following characteristics:

- all economic sectors
- the selected securities will be invested in the public and/or private sector.

c) UCITS:

The sub-fund may invest up to 10% of its assets in units or shares of UCITS established under French or foreign law, in accordance with Directive 2009/65/EC.

These UCITS may be managed by the management company of the sub-fund or an associated company.

3. Derivative instruments

The sub-fund may trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, used for both hedging and exposure of the portfolio.

Nature of the markets used:

- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:

- equities: yes (up to a maximum limit of 10%)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:

- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:

- futures: yes
- options (listed, OTC): yes
- swaps (interest rates, currencies): yes
- forward exchange (NDF): yes
- credit derivatives: yes, CDS
- Total Return Swaps (TRS): yes (up to 25% of the net assets). The expected proportion of assets under management that will be subject to TRS may represent up to 5% of the net assets.
- CDS options: yes (up to 15% of the net assets)

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives
Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: no
- credit: yes
- indices: yes (interest rates)
Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
Nature of the instruments used:
- Convertible bonds, within a limit of 30% of net assets
- Warrants
- EMTN
- Callable rate products
- Puttable rate products

5- Deposits: the sub-fund reserves the right to make deposits of up to 10% in order to manage its cash flow.

6- Cash borrowings
The sub-fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets in the event of significant redemptions.

7- Temporary securities purchase and sale transactions: yes
The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).
Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• **Nature of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.
• **Nature of transactions used:** These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.
• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.
• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.
• **Remuneration**: Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.
• **Selection of counterparties:** The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a grade, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the Management Company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees
In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.
Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.
Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:
- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.
In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:
- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral;
The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market). Margin calls will be made on a daily basis.
The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee.
The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:
"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".
The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:
<u>Risk of capital loss:</u>
Investors are advised that their capital is not guaranteed and may therefore not be returned to them.
<u>Discretionary risk:</u>
The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.
<u>ESG investment risk:</u>
The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security for reasons relating to ESG, rather than for purely financial considerations.
<u>Sustainability risk</u>: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.
<u>Interest rate risk:</u>
The fund is subject to interest rate risk on European and international markets. The interest rate risk is the risk that the value of the fund's investment decreases if interest rates rise. Thus, when interest rates rise, the net asset value of the fund may fall.
<u>Credit risk relating to issuers of debt securities:</u>
Risk may arise from a downgrading of the credit rating or default of the issuer of the debt security or failure of the issuer to honour his commitments with regard to the instruments issued. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the fund to fall.
When investing in bonds there is a direct or indirect risk arising from the possible presence of securities of lower quality, known as "high-yield" or speculative securities. These "speculative" securities have a higher risk of default. They are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the mutual fund unit may therefore decrease if the value of these securities in the portfolio falls.
<u>Default risk relating to issuers of debt securities:</u>
The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.
<u>Risk associated with investments in "high-yield" securities (known as speculative securities):</u>
This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.
These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.
<u>Risk arising from investing in emerging markets:</u>
The fund may be exposed up to 100% in emerging markets. Market risks are amplified by possible investments in emerging countries where market movements, upward or downward, may be stronger and faster than in major international markets.
Investing in emerging markets involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed

on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.

Equity risk associated with holding convertible bonds:

The Fund may be exposed up to 30% in convertible bonds. The value of convertible bonds depends to some extent on the evolution of the prices of their underlying equities. Changes in the underlying equities may lead to a fall in the fund's net asset value.

Exposure to equity risk shall be limited to maximum of 10% of the net assets.

Counterparty risk: Counterparty risk arises from entering into contracts in financial futures traded on OTC markets, and from temporary purchases/sales of securities and/or total return swaps (TRS). This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the net asset value.

Risk relating to subordinated debt securities:

The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Risk relating to transactions involving the temporary purchase and sale of securities, total return swap contracts (TRS) and the management of financial guarantees:

Temporary securities purchase and sale transactions and total return swaps (TRS) are liable to create risks for the mutual fund, such as a counterparty risk as defined above. The management of collateral is likely to create risks for the mutual fund such as liquidity risk (i.e. the risk that a security received as collateral is not sufficiently liquid and cannot be sold quickly in the event of a counterparty default) and, where applicable, risks relating to the re-use of cash collateral (i.e. mainly the risk that the mutual fund may not be able to reimburse the counterparty).

Exchange rate risk:

The fund may invest in transferable securities denominated in currencies other than the reference currency.

The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Risk arising from techniques such as derivatives:

risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Potential risk of a conflict of interest:

This risk relates to the completion of temporary purchases of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Liquidity risk associated with the temporary purchase and sale of securities and/or total return swaps (TRS): The Fund may be exposed to trading difficulties or a temporary lack of trading in certain securities in which the Fund is invested or those received as collateral in the event of default by a counterparty of temporary purchase and sale of securities and/or total return swaps (TRS).

Legal risk:

The recourse to the purchase and/or sale transactions of securities and/or total return swaps (TRS) may result in legal risks, in particular relating to contracts.

Target subscribers:

B share	All subscribers, particularly investors residing in Italy
D B EUR share	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services and to funds managed by companies within the La Française group or to companies within the La Française group.
I C CHF H share	Reserved for professional clients within the meaning of MiFID
I C EUR share	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE
I C USD H share	Reserved for professional clients within the meaning of MiFID
I D EUR share	Reserved for professional clients within the meaning of MiFID and clients of Groupe BPCE
OF share	Reserved for investors subscribing via Optimal Finance Gestion Privée
R C CHF	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the

H share	meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R C EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R C USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
T C EUR share	All investors without payment of retrocession fees to distributors
T D EUR share	All investors without payment of retrocession fees to distributors
T D USD H share	All investors without payment of retrocession fees to distributors

Investors who subscribe to this sub-fund are looking for a diversified bond investment for a recommended investment period of up to 31 December 2028 through an investment process that first filters issuers according to ESG criteria.

Investors are informed that their main interest is to hold their investment until 31 December 2028 in order to benefit from the best conditions regarding the actuarial yield offered by the sub-fund.

How to subscribe to T shares:

Subscriptions to T shares (net shares) are reserved:

- for investors subscribing through distributors or intermediaries:
 - subject to national legislation prohibiting all retrocession fees to distributors
 - providing:
 o independent advice within the meaning of European regulation MiFID II,
 o individual portfolio management under mandate
- for funds of funds

US investors

The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).

The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:

until 31 December 2028. Investors are informed that their main interest is to hold their investment until 31 December 2028 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

Methods of determining and allocating distributable amounts:

B share	Capitalisation and/or distribution and/or carry forward
D B EUR share	Capitalisation and/or distribution and/or carry forward
I C CHF H	Capitalisation

share	
I C EUR share	Capitalisation
I C USD H share	Capitalisation
I D EUR share	Capitalisation and/or distribution and/or carry forward
OF share	Capitalisation and/or distribution and/or carry forward
R C CHF H share	Capitalisation
R C EUR share	Capitalisation
R C USD H share	Capitalisation
R D EUR share	Capitalisation and/or distribution and/or carry forward
R D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
T C EUR share	Capitalisation
T D EUR share	Capitalisation and/or distribution and/or carry forward
T D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

R D USD H and T D USD H shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company will distribute quarterly dividend payments in January, April, July and October.
D-B, R D, B, T D, I D EUR and OF shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
R C, I C, T C shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.
- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP):
R C EUR shares (FR0013439403), R D EUR shares (FR0013439452)
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.
Each share can be divided into thousandths of a share.

The fund will be closed for subscription on 30 June 2025. The management company reserves the right to reduce this period depending on market conditions. From this date, only investments preceded by a redemption on the same day for the same number of shares, for the same net asset value and by the same shareholder may be executed.

The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Order fulfilment at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

B share	None
D B EUR share	None
I C CHF H share	CHF 100,000.00
I C EUR share	EUR 100,000.00
I C USD H share	USD 100,000.00
I D EUR share	EUR 100,000.00
OF share	None
R C CHF H share	CHF 1,000.00
R C EUR share	None
R C USD H share	USD 1,000.00
R D EUR share	None
R D USD H share	USD 1,000.00
T C EUR share	None
T D EUR share	None
T D USD H share	USD 1,000.00

Minimum value of subsequent subscriptions:

B share	None
D B EUR share	None
I C CHF H share	None
I C EUR share	None
I C USD H share	None
I D EUR share	None
OF share	None
R C CHF H share	None
R C EUR share	None
R C USD H share	None
R D EUR share	None
R D USD H share	None
T C EUR share	None
T D EUR share	None
T D USD H share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

In the interests of shareholders, during the marketing period until 30 June 2025, the sub-fund will be valued at the asking price; beyond this period, the fund will be valued at the bid price.

Original net asset value:

B share	EUR 100.00
D B EUR share	EUR 100.00
I C CHF H share	CHF 1,000.00
I C EUR share	EUR 1,000.00
I C USD H share	USD 1,000.00
I D EUR share	EUR 1,000.00
OF share	EUR 100.00
R C CHF H share	CHF 100.00
R C EUR share	EUR 100.00
R C USD H share	USD 100.00
R D EUR share	EUR 100.00
R D USD H share	USD 100.00
T C EUR share	EUR 100.00

T D EUR share	EUR 100.00
T D USD H share	USD 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:

Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**B share :** None **D B EUR share:** 3.00% maximum **I C CHF H share:** 3.00% maximum **I C EUR share:** 3.00% maximum **I C USD H share :** 3.00% maximum **I D EUR share:** 3.00% maximum **OF share:** None **R C CHF H share:** 3.00% maximum **R C EUR share:** 3.00% maximum **R C USD H share:** 3.00% maximum **R D EUR share:** 3.00% maximum **R D USD H share:** 3.00% maximum **T C EUR share:** 3.00% maximum **T D EUR share:** 3.00% maximum **T D USD H share:** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**B share :** None **D B EUR share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share :** None **I D EUR share:** None **OF share:** None **R C CHF H share:** None **R C EUR share:** None **R C USD H share:** None **R D EUR share:** None **R D USD H share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**B share :** None **D B EUR share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share :** None **I D EUR share:** None **OF share:** None **R C CHF H share:** None **R C EUR share:** None **R C USD H share:** None **R D EUR share:** None **R D USD H share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**B share :** None **D B EUR share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share :** None **I D EUR share:** None **OF share:** None **R C CHF H share:** None **R C EUR share:** None

		R C USD H share: None **R D EUR share:** None **R D USD H share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	Base	Rate/scale
1	Financial management fees	Net assets	**R, D-B and OF shares**: 1.051% maximum rate (including tax) **I and T shares**: 0.59% maximum rate (including tax) **B share**: 1.69% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares:0.06% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	**Shares**: 0.10% (with a minimum of €120) **Convertible bonds**: 0.05% (with a minimum of €100) **Other bonds**: 0.035% (with a minimum of €100) **Monetary instruments**: 0.0120% (with a minimum of €100) **Swaps**: 0.010% (with a minimum of €150 and a maximum of €600) **Forward exchange**: 0.010% (with a minimum of €75 and a maximum of €300) **Spot exchange**: 0.010% (with a minimum of €25 and a maximum of €100) **UCI**: €15 **Futures**: €1 **Options:** €1
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).

Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/

Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.

The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.

Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

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La Française Rendement Global 2028 Plus

ISIN code:

D B EUR share	FR001400N2O5
I C EUR share	FR0013439858
I C USD H share	FR0013439874
I D EUR share	FR0013439882
R C EUR share	FR0013439817
R D EUR share	FR0013439825
R D USD H share	FR0013439833
S share	FR0013439809
T C EUR share	FR0013439890
T D EUR share	FR0013439916
T D USD H share	FR0013439924

Classification:
None

Management objective:
The objective of the sub-fund is to outperform the composite benchmark index, net of fees, over the recommended investment period of 9 years from the launch date of the sub-fund to 31 December 2028:
- 85% of the performance of bonds maturing in 2028 issued by the French State and denominated in EUR (0.75% OAT [fungible treasury bonds] maturing on 25 May 2028 - ISIN code FR0013286192)
- 15% of the performance of the MSCI World index.
The potential profitability of the sub-fund comes from the value of the accrued coupons of the bonds in the portfolio and the variations in capital due to the fluctuation in interest rates and credit spreads, as well as from the valuation of instruments exposing the sub-fund to equity markets.
Benchmark index:
The sub-fund is neither an index fund nor an index benchmark but, for post-hoc comparison purposes, the shareholder can refer to the composite benchmark index: 15% MSCI World + 85% of bonds maturing in 2028 issued by the French State and denominated in EUR.

MSCI World in local currencies	The MSCI World denominated in local currencies, net dividends reinvested, is representative of the share price of companies listed on the major global markets. Bloomberg code: NDDLWI Index administrator: MSCI Limited. As at the date of the latest update to this prospectus, the administrator is no longer listed in the register of administrators and benchmark indices managed by the ESMA. Further information on the benchmark index is available on the administrator's website: http://www.msci.com
Bonds maturing in 2028 issued by the French State and denominated in EUR	Obligations Assimilables du Trésor (OAT - Fungible Treasury Bonds) 0.75% maturing on 25 May 2028 (ISIN code FR0013286192).

The fund is managed actively and on a discretionary basis. The fund is not managed with reference to an index.

Investment strategy:
1. Investment strategy.

The management company establishes an initial investment universe composed of public issuers from OECD member countries, but also emerging markets that belong to the combination of J.P. Morgan GBI Global Hedged Euro Index and J.P. Morgan EMBI Global Diversified Hedged Euro Index and private issuers belonging to the BofAML Global High Yield Index (HW00). Securities are selected mainly from these universes; they may also be selected from outside these universes, from European and international markets, including emerging markets, up to a limit of 10% of the investment universes, provided that these securities have an ESG score higher than the exclusion threshold in force for the universes and meet the investment criteria of the sub-fund. Issuers are subject to the same requirements regardless of whether or not they belong to the index.

This Sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).

In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The investment strategy takes extra-financial criteria into account without making them a commitment within the meaning of AMF position 2020-03.

Crédit Mutuel Asset Management applies the following to its entire range of mutual funds:

- a policy for monitoring controversies aimed at maintaining or excluding the securities concerned,
- a sectoral exclusion policy regarding controversial weapons, tobacco, coal and hydrocarbons.

These policies are available on the Crédit Mutuel Asset Management website.
Pre-contractual information on the environmental or social characteristics promoted by the UCI is available in the appendix.
Environmental, social and governance (ESG) criteria represent one element of the management, but their weight in the final decision is not defined upstream.

The investment strategy involves the discretionary management of a portfolio of bonds (so-called “bond component”) while being exposed to the equity markets (so-called "equity component"):
• Bond component:
The sub-fund invests in bonds issued by private or public entities. The sub-fund may invest in bonds with maturities up to 31 December 2029 and/or bonds with a longer maturity, but which have a call option before or on 31 December 2028.
The strategy is not limited to bond carrying. The management company may use arbitrage in the event of new market opportunities or an increased default risk of one of the issuers in the portfolio.
The management of the sub-fund therefore relies primarily on the management team's in-depth knowledge of the selected companies' balance sheets and sovereign debt fundamentals.
To achieve the management objective, up to 100% of the portfolio is invested in fixed-rate or floating-rate bonds, other negotiable debt securities and money market instruments (Treasury bills, Treasury notes, certificates of deposit) from all economic sectors.
The private debt/public debt allocation is not determined in advance and will be based on market opportunities.
The sub-fund invests up to 100% in Investment Grade issues (with a rating higher or equal to BBB- at Standard & Poor’s or Baa3 at Moody’s or the equivalent according to the analysis of the management company) and/or in High Yield issues (speculative) (i.e. with a rating lower than BBB- or Baa3 or equivalent according to the analysis of the management company). Investment in non-rated securities is limited to a maximum of 30% of the net assets.

The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.
Investment in convertible bonds is limited to maximum of 30% of net assets.
The manager will invest in securities denominated in EUR and/or USD and/or GBP and/or NOK and/or CHF and/or in SEK and/or in CAD and/or in DKK. Insofar as the securities are not denominated in EUR, the manager will systematically hedge the exchange risk. There may however be a residual currency exchange risk due to imperfect hedging.
Consequently, the selection of securities focuses on the financial situation, debt structure and cash flow statements of issuers to avoid default situations. Moreover, issuers with the expectation of high repayment rates and junior subordinated issues are preferred.

The sub-fund may use financial and non-financial subordinated bonds (including contingent convertible bonds – "Cocos") up to an overall limit of 20% of the net assets.
CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these convertible contingent bonds will be sought after in the management of the sub-fund due to their theoretical higher yield compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond).
The manager may invest in securities denominated in euros and/or other currencies. Where securities are not denominated in euros, the manager will systematically hedge the exchange risk. A residual risk may nevertheless remain, as hedging cannot be perfect.

The sensitivity range for interest rates in which the fund is managed	from 9 to 0, decreasing over time
Geographical area of the issuers of securities to which the fund is exposed	Public and private issuers from OECD countries (all zones): 0 - 100%; Public issuers, excluding OECD countries (emerging markets): 0 - 100%; Private issuers, excluding OECD countries (emerging markets) 0-50%

Security denomination currencies in which the fund is invested	EUR / USD / GBP / NOK / CHF / SEK / CAD / DKK
Level of exchange risk borne by the fund	Residual owing to imperfect hedging of currency positions.

Taking into account the investment strategy implemented, the risk profile of the sub-fund is closely linked to the selection of speculative securities which may represent up to 100% of the assets and therefore including default risk.

• Equity component:
The sub-fund is exposed to global equity markets for a maximum of 40% via derivative instruments, bearing on indices representative of global equity markets.
The coupons generated by the bond component form the segment that will be invested in the equity component. The management team shall manage the level of exposure to equity markets based on the cumulative amount of bond coupons still outstanding in the portfolio until maturity, the total level of which will decline over time, while taking into account the market environment.

The sub-fund will preferably use derivative instruments on organised futures markets but reserves the right to enter into OTC contracts where these contracts are better suited to the management objective or offer lower trading costs. The sub-fund reserves the right to trade on all European and international futures markets.
The manager may use financial instruments such as futures, forwards, options, swaps, forward exchange transactions, Credit Default Swaps (CDS on single underlying asset options and CDS on indices) and Non Deliverable Forwards. They will mainly act with the aim of hedging and/or exposing the fund to equity and/or indices and/or interest rate and/or credit futures markets, and with the aim of hedging future exchange markets.
The sub-fund may use Total Return Swaps (TRS) up to a maximum of 25% of the net assets. The expected proportion of assets under management that shall be subject to TRS may be 5% of the assets. The TRS underlying assets may be corporate bonds and emerging sovereign bonds.
The overall exposure of the portfolio is limited to 300% of the net assets of the Fund. This global exposure is inherent in the VAR monitoring of derivative instruments. It is the sum in absolute value of the notional.

The maximum financial leverage is limited to 150% of the net assets of the sub-fund. The purpose of leverage is to give the level of exposure of the fund by integrating all risk factors.

2. Assets (excluding embedded derivatives)
In order to achieve its management objective, the sub-fund will use different types of assets.
a) Equities: yes
- Exposure up to 40% mainly via equity derivatives.
- Indirect exposure up to a maximum of 10% owing to the holding of convertible bonds,
- In the event of a restructuring of a standard or convertible bond by the issuer, the sub-fund may also be invested directly in equities up to a limit of 5% of its net assets.
The equities shall present following characteristics:
- all capitalisation
- all economic sectors
- denominated in USD, GBP, NOK, CHF, SEK, CAD, DKK
- in all geographical areas.
b) Debt securities and money market instruments: yes
i. Negotiable debt securities: yes
ii. Bonds (fixed rate, floating rate, indexed): yes
iii. Treasury bills: yes
iv. Short-term negotiable securities: yes
with the following characteristics:
- all economic sectors
- the selected securities will be invested in the public and/or private sector.
c) UCITS:
The sub-fund may invest up to 10% of its assets in units or shares of UCITS established under French or foreign law, in accordance with Directive 2009/65/EC.
These UCITS may be managed by the management company of the sub-fund or an associated company.
3. Derivative instruments
The sub-fund may trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, used for both hedging and exposure of the portfolio.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes
Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes
Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
Nature of the instruments used:
- futures: yes
- options (listed, OTC): yes
- swaps (equities, indices, interest rates, currencies): yes
- forward exchange (NDF): yes
- credit derivatives: yes, CDS
- Total Return Swaps (TRS): yes (up to 25% of the net assets)
The expected proportion of assets under management that shall be subject to TRS may be 5% of the assets
- CDS options: yes (up to 15% of the net assets)

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives
Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: no
- credit: yes
- indices: yes
Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
Nature of the instruments used:
- Convertible bonds (up to 30% of the net assets)
- Contingent convertible bonds ("cocos") (up to 20% of net assets)
- Warrants
- EMTN
- Callable rate products
- Puttable rate products
5- Deposits: the sub-fund reserves the right to make deposits of up to 10% in order to manage its cash flow.
6- Cash borrowings
The sub-fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets in the event of significant redemptions.
7- Temporary securities purchase and sale transactions: yes

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).
Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• **Type of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:**These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.
• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.
• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.
• **Remuneration:**Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.
• **Selection of counterparties:**The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.
Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.
Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:
- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:
- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).
Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".
The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

<u>ESG investment risk:</u>
The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security for reasons relating to ESG, rather than for purely financial considerations.

Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Risk of capital loss:
Investors are advised that their capital is not guaranteed and may therefore not be returned to them.
Discretionary risk:
The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.
Interest rate risk:
The fund is subject to interest rate risk on European and international markets. The interest rate risk is the risk that the value of the fund's investment decreases if interest rates rise. Thus, when interest rates rise, the net asset value of the fund may fall.
Credit risk relating to issuers of debt securities:
Risk may arise from a downgrading of the credit rating or default of the issuer of the debt security or failure of the issuer to honour his commitments with regard to the instruments issued. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the fund to fall.
When investing in bonds there is a direct or indirect risk arising from the possible presence of securities of lower quality, known as "high-yield" or speculative securities. These "speculative" securities have a higher risk of default. They are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the mutual fund unit may therefore decrease if the value of these securities in the portfolio falls.
Risk related to contingent convertibles:
CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold. The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent. CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest. The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:
- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints. - capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. - call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority. -valuation/performance: The attractive yield of these securities can be considered a complexity premium.

Default risk relating to issuers of debt securities:
The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.
Risk associated with investments in "high-yield" securities (known as speculative securities):
This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.
These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.
Risk arising from investing in emerging markets:
The Fund may be exposed up to 100% in emerging markets. Market risks are amplified by possible investments in emerging countries where market movements, upward or downward, may be stronger and faster than in major international markets.
Investing in emerging markets involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.
Equity risk:
The Fund is exposed to equity markets. If the markets go down, the value of the fund will go down. The Fund may invest in small caps. The trading volume of these listed securities is small, hence market swings are more significant , both upwards and downwards, and occur quicker than for large caps. The net asset value of the Fund may therefore display the same behaviour.
Exposure to equities, including the use of derivatives , shall not exceed 55% of net assets, in the context of any technical discrepancies between a holder's redemption request and the corresponding sale of the securities in the portfolio.

Counterparty risk: Counterparty risk arises from entering into contracts in financial futures traded on OTC markets, and from temporary purchases/sales of securities and/or total return swaps (TRS). This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the net asset value.
Risk relating to subordinated debt securities:
The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).
Exchange rate risk:
The fund may invest in transferable securities denominated in currencies other than the reference currency.
The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.
Risk arising from techniques such as derivatives:
risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Potential risk of a conflict of interest:
This risk relates to the completion of temporary purchases of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.
Liquidity risk associated with the temporary purchase and sale of securities and/or total return swaps (TRS): The Fund may be exposed to trading difficulties or a temporary lack of trading in certain securities in which the Fund is invested or those received as collateral in the event of default by a counterparty of temporary purchase and sale of securities and/or total return swaps (TRS).
Legal risk:
The recourse to the purchase and/or sale transactions of securities and/or total return swaps (TRS) may result in legal risks, in particular relating to contracts.

Target subscribers:

D B EUR share	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
I C EUR share	Reserved for professional clients within the meaning of MiFID
I C USD H share	Reserved for professional clients within the meaning of MiFID
I D EUR share	Reserved for professional clients within the meaning of MiFID
R C EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
S share	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in the La Française Group
T C EUR share	All investors without payment of retrocession fees to distributors
T D EUR share	All investors without payment of retrocession fees to distributors
T D USD H share	All investors without payment of retrocession fees to distributors

Investors in this fund are seeking a diversified investment over a recommended investment period running until 31 December 2028.

Investors are informed that their main interest is to hold their investment until 31 December 2028 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

How to subscribe to T shares:
Subscriptions to T shares (net shares) are reserved:
- for investors subscribing through distributors or intermediaries:
 - subject to national legislation prohibiting all retrocession fees to distributors
 - providing:
 o independent advice within the meaning of European regulation MiFID II,
 o individual portfolio management under mandate
- for funds of funds

US investors

The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).
The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:

Investors are informed that their main interest is to conserve their investment until 31 December 2028 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

Methods of determining and allocating distributable amounts:

D B EUR share	Capitalisation and/or distribution and/or carry forward
I C EUR share	Capitalisation
I C USD H share	Capitalisation
I D EUR share	Capitalisation and/or distribution and/or carry forward
R C EUR share	Capitalisation
R D EUR share	Capitalisation and/or distribution and/or carry forward
R D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
S share	Capitalisation and/or distribution and/or carry forward
T C EUR share	Capitalisation
T D EUR share	Capitalisation and/or distribution and/or carry forward
T D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

R D USD H and T D USD H shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company will distribute quarterly dividend payments in January, April, July and October.
S, R D EUR, T D EUR, I D EUR and D B shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
R C, I C, T C shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.
- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP):
R C EUR shares (FR0013439817), R D EUR shares (FR0013439825)
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.

Each share can be divided into thousandths of a share.

The fund will be closed for subscription on 30 June 2025. The management company reserves the right to reduce this period depending on market conditions. From this date, only investments preceded by a redemption on the same day for the same number of shares, for the same net asset value and by the same shareholder may be executed.
The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Order fulfilment at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

D B EUR share	None
I C EUR share	EUR 100,000.00
I C USD H share	USD 100,000.00
I D EUR share	EUR 100,000.00
R C EUR share	None
R D EUR share	None
R D USD H share	USD 1,000.00
S share	EUR 10,000,000.00
T C EUR share	None
T D EUR share	None
T D USD H share	USD 1,000.00

Minimum value of subsequent subscriptions:

D B EUR share	None
I C EUR share	None
I C USD H share	None

I D EUR share	None
R C EUR share	None
R D EUR share	None
R D USD H share	None
S share	None
T C EUR share	None
T D EUR share	None
T D USD H share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.
In the interests of shareholders, during the marketing period until 30 June 2025, the fund will be valued at the asking price; beyond this period, the fund will be valued at the bid price.

Original net asset value:

D B EUR share	EUR 100.00
I C EUR share	EUR 1,000.00
I C USD H share	USD 1,000.00
I D EUR share	EUR 1,000.00
R C EUR share	EUR 100.00
R D EUR share	EUR 100.00
R D USD H share	USD 100.00
S share	EUR 1,000.00
T C EUR share	EUR 100.00
T D EUR share	EUR 100.00
T D USD H share	USD 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**D B EUR share:** 3.00% maximum **I C EUR share:** 3.00% maximum **I C USD H share:** 3.00% maximum **I D EUR share:** 3.00% maximum **R C EUR share:** 3.00% maximum **R D EUR share:** 3.00% maximum **R D USD H share:** 3.00% maximum **S share:** 3.00% maximum **T C EUR share:** 3.00% maximum **T D EUR share:** 3.00% maximum **T D USD H share :** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**D B EUR share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None **R C EUR share:** None **R D EUR share:** None **R D USD H share:** None **S share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share :** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**D B EUR share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None

		R C EUR share: None **R D EUR share:** None **R D USD H share:** None **S share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share :** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**D B EUR share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None **R C EUR share:** None **R D EUR share:** None **R D USD H share:** None **S share:** None **T C EUR share:** None **T D EUR share:** None **T D USD H share :** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**R and D B EUR shares**: 1.35% maximum rate (including tax) **I and T shares**: 0.80% maximum rate (including tax) **S share**: 0.25% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares:0.06% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	Shares: 0.40% (with a minimum of €120) Convertible bonds < 5 years: 0.06% Convertible bonds > 5 years: 0.24% Other bonds: 0.024% (with a minimum of EUR 100) Monetary instruments: 0.012% (with a minimum of EUR 100) Swaps: €300 Forward exchange: €150 Spot exchange: €50 UCITS: €15 Futures: €6 / Options: €2.5 *As of 2 November 2021, the scale of turnover fees will be as follows:* *Shares: 0.10% (with a minimum of €120)* *Convertible bonds: 0.05% (with a minimum of €100)* *Other bonds: 0.035% (with a minimum of €100)* *Monetary instruments: 0.0120% (with a minimum of €100)* *Swaps: 0.010% (with a minimum of €150 and a maximum of €600)* *Forward exchange: 0.010% (with a minimum of €75 and a maximum of* *€300)* *Spot exchange: 0.010% (with a minimum of €25 and a maximum of* *€100)* *UCI: €15* *Futures: €1* *Options: €1*
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.

Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.
The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.
Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.
Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Obligations Carbon Impact

ISIN code:

C share	FR0010915314
D share	FR0010905281
ER share	FR001400SVT7
I share	FR0010934257
S share	FR0010955476
T share	FR0014003O01

Classification:
Bonds and other debt securities denominated in euros

Management objective:
The sub-fund aims to outperform, over the recommended investment period of more than three years, its performance indicator net of fees by investing in a portfolio of issuers pre-filtered in accordance with non-financial criteria analysed from the point of view of their compatibility with the energy transition in accordance with a methodology established by the management company. The sub-fund is managed using a qualitative non-financial filter in accordance with the policy implemented by Crédit Mutuel Asset Management and in compliance with the requirements of the SRI label, using an ESG integration and selectivity approach to management.
The sub-fund undertakes to have a weighted average of the portfolio's greenhouse gas emissions per euro invested (scopes 1 and 2) at least 50% lower than that of the comparable investment universe represented by the benchmark indicator.

The net annualised performance objective is based on the achievement of market assumptions set by the management company. It is not a guarantee of Fund return or performance. Investors should note that the performance indicated in the management objective of the sub-fund takes account of the estimate of the risk of default or downgrading of the rating of one or more issuers in the portfolio and the management fees payable to the management company.

Benchmark index:
The Bloomberg Capital Euro Aggregate Corporate coupons reinvested (LECPTREU) index is composed of fixed-rate euro-denominated investment grade corporate bonds with a maturity of more than one year and a minimum issue size of EUR 300 million.
Index administrator: Bloomberg Index Services Limited. As at the date of the latest update to this prospectus, the administrator is no longer listed in the register of administrators and benchmark indices managed by the ESMA.
Further information on the benchmark index is available on the administrator's website: www.bloomberg.com/professional/product/indices

The UCI is actively managed and aims to outperform its benchmark index. The fund is managed on a discretionary basis: the fund will be primarily exposed to issuers of the benchmark index and may be exposed to issuers not included in the benchmark index. The management strategy includes monitoring the deviation between the risk level of the portfolio and that of the index. A large/significant deviation relative to the risk level of the benchmark index is expected.

Investment strategy:
1- Strategy used

The investment strategy involves the discretionary management of a portfolio of bonds issued by private or public bodies (up to 10% of the net assets).

The management company of the sub-fund puts together an initial investment universe comprised of a portfolio of bonds issued by public issuers which are members of the JP Morgan Hedged Eur Unit GBI Global Index (JHUCGBIG Index) and private issuers which are members of the Bloomberg Euro Aggregate Total Return (LECPTREU Index), Ice Global BB EUR (HE1O Index) and Markit Iboxx EUR Contingent Convertibles (IBXXC2CO Index). Securities are selected mainly from this universe; they may also be selected from outside the universe, from European and international markets, including emerging markets, up to a limit of 10% of the investment universe, provided that these securities have an ESG score higher than the exclusion threshold in force for the universe and meet the investment criteria of the sub-fund.

This sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).
In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The principal adverse impacts are also taken into account in the investment strategy and are based on policies for monitoring controversies and sector exclusions specific to Crédit Mutuel Asset Management as described below, the Carbon Impact and Sustainable Investment rating.
Pre-contractual information on the environmental or social characteristics promoted by the sub-fund is available in the appendix.
The investment process is based on an ESG selectivity approach in management and is broken down into three stages:

Stage 1: Legal and sectoral exclusion policies and controversy management:
Starting with the initial investment universe, the management team will apply a filter linked to Crédit Mutuel Asset Management's sector exclusion policies that it implements for the management of its funds. In addition to the legal exclusions, sectoral exclusions are implemented concerning controversial weapons, tobacco, coal and hydrocarbons.
The controversy management of each security is subject to specific analysis, monitoring and rating. The management company will exclude all companies with major controversies. At the same time, an escalation process for controversies (analysis and handling) is set up by Crédit Mutuel Asset Management’s financial and extra-financial analysis unit to monitor the companies concerned and determine whether they are maintained or excluded.
Crédit Mutuel Asset Management classifies the issuers in which it invests according to their severity, repetition and management, particularly in terms of financial impacts, using the following codes:

- “green”: authorised issuer in the portfolio
- “yellow”: enhanced due diligence
- "orange": ban on buying, if the issuer is in the portfolio, the position is frozen
- "red": exclusion of the portfolio

Policies for monitoring controversies and sector exclusions are available on the Crédit Mutuel Asset Management website.

Stage 2: ESG filter

The extra-financial analysis carried out according to the ESG securities selection process described below leads to at least 25% of the lowest-rated issuers being excluded from the initial investment universe covered.
Crédit Mutuel Asset Management’s proprietary ESG analysis is based on three complementary pillars:

- Environment (e.g.: CO2 emissions, electricity consumption, waste recycling),
- Social (e.g. quality of social dialogue, employment of people with disabilities, employee training)
- Governance (e.g. the percentage of women on boards of directors, transparency of executive compensation, and the fight against corruption).

The consideration of extra-financial criteria is based on an ESG analysis model developed by Crédit Mutuel Asset Management based on selected providers of extra-financial data. This model makes it possible to assess and rate issuers on performance indicators specific to each business sector.
Information on the operation of the ESG analysis model is available on the Crédit Mutuel Asset Management website.
A qualitative analysis supplements the extra-financial analysis resulting from the model in order to validate the consistency of the information collected, in particular through interviews conducted with the various stakeholders.
In addition, the extra-financial analysis unit has formalised a dialogue and engagement approach aimed at improving the consideration of the sustainable ESG issues (Corporate Reponsability and Sustainable Transition) of the companies in which the UCI invests. The engagement approach is based on dialogue with issuers and monitoring of commitments made and results obtained in Crédit Mutuel Asset Management’s proprietary ESG analysis model. Dialogue is at the heart of this approach, aimed at encouraging best practices and, more generally, greater transparency on ESG issues.
This approach aims in particular to assess the issuer’s ability to integrate and innovate on the three pillars of our ESG integration approach in the selection of securities over time.
This approach makes it possible to exclude the 25% of issuers with the lowest ESG scores in the initial investment universe. All of these excluded issuers make up the ESG exclusion list. This list is drawn up on a monthly basis and identifies a minimum ESG score threshold below which the sub-fund cannot invest.

Stage 3: Carbon Impact filter
A "carbon" analysis and an analysis of the credit quality of the issuers that passed through the filter in stage 1 is carried out. After having reduced the universe on the basis of a credit analysis, a "carbon" analysis is carried out on criteria related to climate change. These criteria exist at various levels, such as the historical performance of carbon emissions (based on Scope 1 – direct emissions, and Scope 2 – indirect emissions; for certain sectors, the share of emissions relating to Scope 3, which is not considered here, can account for a large share of total emissions), governance and climate risk management, and the strategy implemented by the company to participate in the transition. In order to measure companies’ performance against these criteria, the management company uses data collected by the extra-financial analysis unit from specialised data providers. A Carbon Impact score is awarded as a result of this analysis.

For issuers in the low-carbon financial sector (carbon intensity defined as carbon emissions divided by enterprise value), a qualitative analysis is performed in addition to the assigned Carbon Impact score. This score is between 0 and 10.

For highly carbon-intensive sectors such as electricity generation and distribution, oil, the automotive industry and materials, a qualitative analysis of the company's future carbon performance is carried out in addition to the assigned Carbon Impact score. This analysis corresponds to a "trajectory" calculation of the issuer's carbon emissions that we match with sectoral decarbonisation trajectories (as defined by the International Energy Agency). During this qualitative analysis, the extra-financial analysis unit and the management team will estimate the ability of a company to meet its decarbonisation objectives in the face of current investments, past performance and the transformation of their portfolio of products sold. For example, for the Utilities sector, this takes the form of a carbon intensity based on the tonnes of CO_2eq generated per MWh of electricity produced, reflecting the development of the production capacity in renewable energy compared to current capacity.
In addition, the extra-financial analysis unit has formalised a dialogue and engagement approach aimed at improving the consideration of the sustainable transition issues of the companies in which the UCI invests. More details can be found on the management company’s website
The companies are then classified by quartile within their respective sectors, according to the asset management company's methodology, subject to the limitations specified above, as follows:

- “low carbon”, (1st quartile, top 25%)
- “transition on track with the sectoral decarbonisation trajectory”, (2nd quartile)
- “transition requiring greater ambition” (with which the management company does not play an active role) (3rd quartile)
- “laggards” according to the Carbon Impact score assigned (last quartile)

No investments will be made in companies qualified as laggards, which represents a 25% selectivity rate on the fund’s investable universe.
When a company’s quartile changes resulting in it being classified as a “laggard”, a systematic review is carried out by the extra-financial analysis unit. If the downgrade is confirmed, the management company will sell the securities within a reasonable time, regardless of the price level of the security at the time of the transfer. This transfer can impact the financial performance of the fund.

The fund may also invest up to a maximum of 100% of its net assets in sustainable finance instruments. These instruments include the following categories:

- Green bonds;
- Sustainability bonds;
- Social bonds;
- Debt securities linked to performance on one or more sustainability objectives (sustainability-linked bonds).

The analysis of green bonds is carried out along three axes and in addition to the steps described above, namely:
1. Adherence to the four pillars of the “Green Bond Principles”
• Use of funds: the funds are to be used to finance or refinance green projects in line with the taxonomy defined by the GBPs and with the new European taxonomy;
• The project selection and evaluation process: precise selection and description of projects financed by the green bond, governance put in place around the selection, definition of environmental objectives and impact measurements linked to these projects.
• Fund management: detail of funds allocated by project, ability to monitor funds used with a rigorous process
• Transparency and reporting: the issuer must communicate at least annually and transparently on 2 points: the allocation of funds (funds allocated and activities financed) and the impact of the projects, i.e. the direct contribution to the environment such as the reduction of carbon emissions (impact report, objectives)

2. The issuer's energy transition strategy and status
• A cross-analysis is carried out with the fundamental analysis of the issuer described previously.

3. Analysis and measurement of the impact of funded projects
• special attention is paid to the choice of funded projects and their consistency with the issuer's more global energy transition strategy.
Finally, whether public or private, green bond issuers will be subject to the same financial and non-financial analyses and must pass the exclusion phase (stage 1) and the macro-economic/credit and carbon analysis phase (stage 2).

Information on the operation of the analysis model is available on the management company’s website.
The extra-financial performance analysis methodology developed by Crédit Mutuel Asset Management is dependent on the completeness, quality and transparency of the elements and information provided by extra-financial data providers on issuers, which constitutes a limit to the analysis performed.

Stage 4: Financial analysis and portfolio construction

However, issuers with the highest Carbon Impact scores will not be automatically retained in the portfolio construction, as inclusion in the final portfolio is subject to the manager's discretion.

At least 90% of the underlying securities selected by the management team integrate extra-financial criteria.
The objective of reducing the portfolio's carbon footprint by at least 50% compared to the carbon benchmark is monitored as follows:
Carbon emissions in tonnes of CO2eq per invested euro are based on Scope 1 – direct emissions and Scope 2 – indirect emissions (note that for some sectors, the share of Scope 3 emissions is not taken into account here, but can account for a large share of total emissions), relative to the size of the enterprise (company value). This data is retrieved from the CDP database and in the event that a company does not provide it to CDP, a proprietary model for estimating emissions by industry and firm size is used. These footprints are then weighted by the weights in the portfolio.
The management company uses data published by companies and collected by specialised suppliers.

The financial analysis applies to issuers in the investment universe where the selection of securities and portfolio construction will be carried out on a discretionary basis according to an analysis of the issuers' financial statements, as well as the analysis of their solvency and liquidity situation, as well as related regulatory and sectoral changes. The monitoring of credit institutions and their solvency is subject to special monitoring using proprietary tools and particular attention is paid to the subordination ranking of securities that can be included in the portfolio.
To achieve the management objective, the portfolio is invested up to 100% of its net assets in investment grade securities (rated above BBB-) and up to 15% of its net assets in securities issued by entities with a high yield rating (i.e. with a rating below BBB- on the Standard & Poor’s scale or below Baa3 on Moody’s scale, or an equivalent rating according to the management company's analysis).

The portfolio may invest up to 10% of its net assets in securities issued or guaranteed explicitly by governments and/or supranational entities, multilateral development banks, local and regional authorities.

The portfolio's total sensitivity is adjusted according to the manager's forecast of interest rate changes and the most appropriate maturities for the economic climate. The portfolio of the sub-fund will be mainly invested in interest rate instruments: fixed or floating rate bonds, bonds, covered bonds (backed by a specific security), index-linked bonds, treasury bills, negotiable debt securities, commercial paper, certificates of deposit, BMTNs, repurchase agreements or UCITS/AIF (Alternative Investment Funds).
Investments will be made in securities issued in different markets:

The sensitivity range for interest rates in which the fund is managed	between 2 and 7
Geographical area of the issuers of securities to which the fund is exposed	European Union, Switzerland, United Kingdom and Norway: 0–100% OECD (outside the European Union, Switzerland, United Kingdom and Norway): 0-20%
Security denomination currencies in which the fund is invested	euro
Level of exchange risk borne by the fund	None

Since investments are in euro-denominated instruments exclusively, shareholders in the eurozone are not exposed to exchange rate risk.
The Fund may also invest up to a limit of 10% in shares or equities of UCITS governed by French or European law and/or AIFs governed by French law which meet the criteria set out in article R214-13 of the Monetary and Financial Code, solely for the purpose of cash flow management.
Up to 10% of the net assets may be invested in contingent convertible bonds ("CoCos"). CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these convertible contingent bonds will be sought after in the management of the sub-fund due to their theoretical higher yield compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond).

On an exceptional and temporary basis in the event of a significant number of redemption requests, the manager may borrow cash up to a limit of 10% of its net assets.

The Fund will preferably use derivative instruments on organised futures markets, it reserves the right to enter into OTC contracts where these are better suited to the management objective or offer lower trading costs.

The fund may use Total Return Swaps (TRS) up to a limit of 25% maximum of the net assets. The expected proportion of assets under management that shall be subject to TRS may be 10%. The assets underlying the TRS may be credit indices. Securities whose performance is exchanged via a TRS on a non-temporary basis (more than one month) shall not taken into account for the evaluation of the materiality of the non-financial strategy.
The fund reserves the right to trade on all European and, secondarily, international futures markets.

All the risks associated with the assets will be hedged or exposed by derivative financial instruments such as futures, forwards, options, swaps on indices, currency swaps.

The fund will mainly trade on the interest rate futures markets in order to hedge or expose the portfolio so as to hedge exchange risk or in order to enhance the fund's sensitivity within a limit of 2 to 7.

Since the portfolio's total exposure including derivative financial instruments is a maximum of 200% of net assets, exposure to derivatives does not exceed 100% of the UCITS assets.

2 - Assets (excluding embedded derivatives)

In order to achieve its management objective, the fund will use different types of assets:
a. equities
As the portfolio contains contingent convertible bonds, the fund may temporarily hold equities obtained by conversion or exchange.
The equities resulting from these conversions are to be sold as soon as possible taking into account the most favourable market conditions.
Exposure to equity risk shall not exceed 10% of the net assets.
b. Debt securities and money market instruments
i. Negotiable debt securities: yes
ii. Bonds: yes
iii. Treasury bills: yes
iv. Commercial papers: yes
v. Certificates of deposit: yes
with the following characteristics:
- all sectors
- selected securities will be invested in the private sector, with the option of investing up to 10% of net assets in securities issued by public sector entities
- anticipated credit level: as the fund favours security, signature funds that, according to the management company's credit analysis procedure, have considerable risks will be systematically rejected

c. UCITS/AIF: yes, the portfolio may invest up to a limit of 10% in the units or shares of the UCITS governed by French or European law and/or in AIFs governed by French law, meeting the four criteria of Article R214-13 of the Monetary and Financial Code.

The fund may invest in UCIs of the management company or of a related company.

3- Derivative instruments

The fund may trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, for the purpose of both hedging and exposure of the portfolio.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: no
- interest rates: yes
- foreign exchange: no
- credit: no
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
- other: no

Nature of the instruments used:
- futures: yes
- options: yes
- swaps: yes
- forward exchange: no
- credit derivatives: no
- other: no

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives

In order to achieve the management objective, the manager may take positions to hedge and/or expose the portfolio against risks:
- equities: yes (up to a maximum limit of 10%)
- interest rates: yes
- foreign exchange: no
- credit: yes

Nature of activities:
- hedging: yes, to fully hedge the interest rate,
- exposure: yes, to interest rate risk
- arbitrage: no

Nature of the instruments used:
- convertible bonds
- EMTN
- BMTN
- Subscription certificates
- Warrants
- Callables

5- Deposits

The Fund reserves the right to make deposits of up to 10% in order to manage its cash flow.

6. Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets.

7. Transactions for the temporary purchase and sale of securities: yes

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).

Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• Type of activities: Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• Nature of transactions used: These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• Envisaged level of use: Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• Information on the use of temporary sales and acquisitions of securities: The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• Remuneration: Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• Selection of counterparties: The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.

Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:

- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:

- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).

Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

<u>Risk of capital loss:</u>

Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

ESG investment risk: The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.
Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Interest rate risk:
The fund is subject to interest rate risk. Interest rate risk is the risk that the value of the fund's investment decreases if interest rates rise. Thus, when interest rates rise, the net asset value of the fund may fall.

Credit risk relating to issuers of debt securities:
Risk may arise from a downgrading of the credit rating or default of the issuer of the debt security or failure of the issuer to honour his commitments with regard to the instruments issued. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the fund to fall.
When investing in bonds there is a direct or indirect risk arising from the possible presence of securities of lower quality, known as "high-yield" or speculative securities. These "speculative" securities have a higher risk of default. They are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the mutual fund unit may therefore decrease if the value of these securities in the portfolio falls.

Counterparty risk:Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions: This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the fund's net asset value.

Risk arising from overexposure:
The fund may use financial futures (derivatives) to generate overexposure and thus increase the fund's overall exposure to a maximum of 200%. Depending on the direction of the Fund's transactions, the effect of the fall (in the case of purchase of exposure) may be amplified and therefore increase the fall of the net asset value of the Fund.

Risk related to contingent convertibles:
CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold.
The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent.
CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest.
The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:
- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints.
- the capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Moreover, the subordinated creditor will be repaid after ordinary creditors, but before shareholders.
- call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority.
- valuation/return: The attractive yield of these securities can be considered a complexity premium.

Potential risk of a conflict of interest:
This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Legal risk:
The recourse to the purchase and/or sale transactions of securities and/or total return swaps (TRS) may result in legal risks, in particular relating to contracts.

Target subscribers:

C share	All subscribers, particularly private investors
D share	All subscribers, particularly private investors
ER share	All subscribers, more specifically intended for marketing in Spain

I share	All subscribers, particularly institutional investors
S share	Large institutional investors
T share	All investors without payment of retrocession fees to distributors

All investors, particularly investors seeking exposure to euro-denominated bond markets.

US investors

The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).

The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:

This UCI may not suit investors who intend to withdraw their contribution within three years.

Methods of determining and allocating distributable amounts:

C share	Capitalisation
D share	Capitalisation and/or distribution and/or carry forward
ER share	Capitalisation
I share	Capitalisation
S share	Capitalisation
T share	Capitalisation

The distributable amounts consist of:

1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

D share: the net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward once more (total or partial), by decision of the management company. The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward once more (totally or partially), by decision of the management company. The Management Company does not intend to pay interim dividends. Distribution is carried out on an annual basis.

ER, I, C, S and T shares: The distributable amounts are fully capitalised.

Accounting currency:

EUR

Subscription and redemption terms:

- Bearer shares to be registered or already registered in Euroclear: all shares
Subscription requests are centralised by La Française AM Finance Services at 11 a.m. on the net asset value calculation dates (if the Stock Exchange is open in Paris or the next Stock Exchange day, except for legal holidays in France) and executed on the basis of the next net asset value calculation (i.e. unknown at the time of execution).
For ER, C, I, S and D shares: Subscription requests are made in the amount or in one hundred thousandths and/or thousandths of shares. Redemption requests are made in one hundred thousandths and/or thousandths of shares.
Each share can be divided into hundred thousandths or millionths of a share for the ER share.
For the T share: Subscription requests are made in the amount or in one hundred thousandths of shares. Redemption requests are made in the amount or in one hundred thousandths of shares.
Payments relating thereto are made on the second trading day following the processing date.

- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP): C shares (FR0010915314)
Subscription requests are centralised by La Française AM Finance Services at 11 a.m. on the net asset value calculation dates (if the Stock Exchange is open in Paris or the next Stock Exchange day, except for legal holidays in France) and executed on the basis of the next net asset value calculation (i.e. unknown at the time of execution).
Subscription requests are made in the amount or in one hundred thousandths of shares. Redemption requests are made in one hundred thousandths of shares.
Payments relating thereto are made on the second trading day following the processing date.

Processing of subscription orders	Processing of redemption orders	Execution of the order at the latest in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

C share	None
D share	None
ER share	EUR 100.00
I share	EUR 100,000.00
S share	EUR 1,000,000.00
T share	None

Minimum value of subsequent subscriptions:

C share	None
D share	None
ER share	None
I share	None
S share	None
T share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

Original net asset value:

C share	EUR 21.32
D share	EUR 16.66
ER share	EUR 100.00
I share	EUR 1,000.00
S share	EUR 10,000.00
T share	EUR 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:

Subscription and redemption fees:

Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**C share:** 3.00% maximum **D share:** 0.50% maximum **ER share:** 1.00% maximum **I share:** 0.50% maximum **S share:** 0.50% maximum **T share:** 0.50% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **ER share:** None **I share:** None **S share:** None **T share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **ER share:** None **I share:** None **S share:** None **T share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**C share:** None **D share:** None **ER share:** None **I share:** None **S share:** None **T share:** None

Operating and management charges:

These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.

In addition to operating and management charges, there may also be:

- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;

- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**C share:** 0.604% maximum rate (including tax) **D share:** 0.604% maximum rate (including tax) **I share:** 0.35% maximum rate (including tax) **S share:**0.35% maximum rate (including tax) **T share:**0.35% maximum rate (including tax) **ER share**: 0.604% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	**C, D, S, I, T and ER shares**: 0.096% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	**Shares**: 0.40% (with a minimum of €120) **Convertible bonds < 5 years**: 0.06% **Convertible bonds > 5 years**: 0.24% **Other bonds**: 0.024% (with a minimum of €100) **Monetary instruments**: 0.012% (with a minimum of €100) **Swaps**: €300 **Forward exchange**: €150 **Spot exchange**: €50 **UCI**: €15 **Futures**: €6 **Options:** €2.5
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g.class action procedure).

Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.
The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.
Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.
Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Actions Euro Capital Humain

ISIN code:

D share	FR0011859198
F share	FR0012553584
I share	FR0010306225
R share	FR0010654830

Classification:
Shares of eurozone countries

Management objective:
The management objective for the sub-fund is to, over the recommended investment period of at least five (5) years, outperform the benchmark (the Euro Stoxx index) in euros, net dividends reinvested.
This Sub-fund is managed using a qualitative non-financial filter in accordance with the policy implemented by Crédit Mutuel Asset Management and in compliance with the requirements of the SRI label, using an ESG integration and selectivity approach to management.

Benchmark index:
The sub-fund's benchmark is the Euro Stoxx, which does not assess or include environmental and/or social characteristics in its components.

This index consists of major stocks belonging to eurozone countries, selected according to their market capitalisation, transaction volume and industry. The index seeks to maintain a weighting by country and activity sector fully reflecting the economic structure of the euro zone. This benchmark includes about 300 stocks. The performance of the Euro Stoxx index is calculated net dividends reinvested.
Index administrator: Stoxx Ltd, registered with ESMA
Further information on the benchmark index is available on the administrator's website (www.stoxx.com)
The UCI is actively managed and aims to outperform its benchmark index. The fund is managed on a discretionary basis: the fund will be primarily exposed to issuers of the benchmark index and may be exposed to issuers not included in the benchmark index. The management strategy includes monitoring the deviation between the risk level of the portfolio and that of the index. A large/significant deviation relative to the risk level of the benchmark index is expected.

Investment strategy:
1- Strategy used

The management company puts together an initial investment universe composed of issuers belonging to the Eurostoxx TMI (Total Market Index). Securities are selected from this universe, up to a limit of 10% may also be selected from outside this universe, provided that these securities have an ESG score above the exclusion threshold in force for the universe and meet the sub-fund's investment criteria.

This sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).

In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The "do no significant harm" principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The principal adverse impacts are also taken into account in the investment strategy and are based on policies for monitoring controversies and sector exclusions specific to Crédit Mutuel Asset Management as described below, the ESG and Sustainable Investment rating.

Pre-contractual information on the environmental or social characteristics promoted by the Sub-fund is available in the appendix.

The investment process is based on an ESG integration and selectivity approach in management and is broken down into three stages:

Stage 1: Legal and sectoral exclusion policies and controversy management:
Starting with the initial investment universe, the management team will apply a filter linked to Crédit Mutuel Asset Management's sector exclusion policies that it implements for the management of its funds. In addition to the legal exclusions, sectoral exclusions are implemented concerning controversial weapons, tobacco, coal and hydrocarbons.
The controversy management of each security is subject to specific analysis, monitoring and rating. The management company will exclude all companies with major controversies. At the same time, an escalation process for controversies (analysis and handling) is set up by Crédit Mutuel Asset Management's financial and extra-financial analysis unit to monitor the companies concerned and determine whether they are maintained or excluded.
Crédit Mutuel Asset Management classifies the issuers in which it invests according to their severity, repetition and management, particularly in terms of financial impacts, using the following codes:

- "green": authorised issuer in the portfolio
- "yellow": enhanced due diligence
- "orange": ban on buying, if the issuer is in the portfolio, the position is frozen
- "red": exclusion of the portfolio

Policies for monitoring controversies and sector exclusions are available on the Crédit Mutuel Asset Management website.

Stage 2: ESG filter
The non-financial analysis carried out according to the ESG securities selection process described below leads to at least 25% of the lowest-rated issuers being excluded from the initial investment universe covered.
Crédit Mutuel Asset Management's proprietary ESG analysis is based on three complementary pillars:

- Environment (e.g.: CO2 emissions, electricity consumption, waste recycling),
- Social (e.g. quality of social dialogue, employment of people with disabilities, employee training)
- Governance (e.g. the percentage of women on boards of directors, transparency of executive compensation, and the fight against corruption).

The consideration of extra-financial criteria is based on an ESG analysis model developed by Crédit Mutuel Asset Management based on selected providers of extra-financial data. This model makes it possible to assess and rate issuers on performance indicators specific to each business sector.

Information on the operation of the ESG analysis model is available on the Crédit Mutuel Asset Management website.
A qualitative analysis supplements the extra-financial analysis resulting from the model in order to validate the consistency of the information collected, in particular through interviews conducted with the various stakeholders.
In addition, the extra-financial analysis unit has formalised a dialogue and engagement approach aimed at improving the consideration of the sustainable ESG issues (Corporate Reponsability and Sustainable Transition) of the companies in which the UCI invests. The engagement approach is based on dialogue with issuers and monitoring of commitments made and results obtained in Crédit Mutuel Asset Management's proprietary ESG analysis model. Dialogue is at the heart of this approach, aimed at encouraging best practices and, more generally, greater transparency on ESG issues.
This approach aims in particular to assess the issuer's ability to integrate and innovate on the three pillars of our ESG integration approach in the selection of securities over time.

The non-financial performance analysis methodology developed by Crédit Mutuel Asset Management depends on the completeness, quality and transparency of the data provided by the non-financial rating agencies on issuers, which is a limit to the analysis performed.

Stage 3: Financial analysis and portfolio construction:
The third step of the investment process sees the creation of the portfolio and the risk dynamics.
The rate of investment in the equity markets of eurozone countries is at least 80% of assets. The equity portfolio's total exposure including derivative products is at least 60% and at most 110% of the net assets, with exposure to derivatives not exceeding 100% of the UCITS assets.
The selection may include equities of any market capitalisation, with no investment limit on small- and mid-caps.
The manager analysts select the issuers from the previously defined investment list (Steps 1 and 2), then calibrate the portfolio according to the team's judgements and the risk framework set up for the Sub-Fund.
In all cases, the final investment decision is left to the manager according to their own assessment.

The Sub-Fund shall meet the investment requirements for sub-funds eligible for the Equity Savings Plan (PEA); to this end, it will invest at least 75% in eligible securities (equities, investment certificates and investment cooperative certificates or other eligible securities issued by companies domiciled in the European Union or, under certain conditions, in the European Economic Area).

The sub-fund may also invest up to 10% in units or shares of UCITS established under French or European law. Regarding cash management:
- the sub-fund may invest up to 10% of its assets in fixed income products (e.g. negotiable debt securities) rated "investment grade" (rating at least Standard & Poor's BBB- or Moody's Baa3 or equivalent based on the management company's analysis) that are issued by public or private sector issuers in eurozone countries and satisfy the principles of the non-financial analysis. The management company will not exclusively or mechanically rely on ratings and will conduct a credit analysis during the investment.
- the sub-fund may use cash borrowings and temporary acquisitions and sales of securities on an ancillary basis.

However, issuers with the highest ESG scores will not be automatically retained in the portfolio construction, as inclusion in the final portfolio is subject to the manager's discretion.

The non-financial analysis rate must be greater than 90%. This rate is defined as the number of the Sub-fund's issuers. The Sub-fund may invest up to 10% of its net assets in issuers that are not subject to extra-financial analysis.

2 - Assets (excluding embedded derivatives)

a) Equities:

The assets of the Sub-Fund will be invested in listed equities or similar securities and/or in subscription or allotment rights attached to these equities that make up the benchmark index.
Investments are made in securities of all market capitalisations and without geographic or sectoral constraints.
At least 80% of the Sub-Fund's net assets will be invested in the equity markets of eurozone countries, and up to 10% of the net Sub-Fund assets may be exposed to markets outside the eurozone, including emerging markets. This limit relates to securities considered to be outside the eurozone and not included in the benchmark index for the Sub-Fund.
In the context of its investments in non-euro securities, the Sub-Fund may be exposed to currency risk for up to 10% of its net assets.
The equity portfolio's total exposure including derivative products is at least 60% and at most 110% of the net assets, with exposure to derivatives not exceeding 100% of the UCITS assets.

b) Debt securities and money market instruments:

For cash management purposes, the Sub-Fund may invest up to 10% of its assets in investment grade interest rate products (i.e. with a rating of at least BBB- on Standard & Poor's scale or Baa3 on Moody's scale, or equivalent based on the management company's analysis):
- negotiable debt securities issued by private issuers (certificates of deposit, commercial papers, EuroCP),
- French government treasury bills (BTF or BTAN)

The management company shall not exclusively or systematically rely on ratings, but rather shall conduct a credit analysis at the time of investment.
The investment will be made:
- in public or private sector products, depending on market opportunities
In all sectors, with no sectoral emphasis
- In securities issued by issuers in eurozone countries

c) Units or shares of other UCITS:

The manager reserves the right to select units or shares in French or European UCITS whose management characteristics and investment strategies are likely to meet the performance objective of the Sub-Fund (a sub-fund invested in sustainable development or participation certificates, for example).
For cash management, the manager may also use units or shares in French or European ISR UCITS.
These UCITS may be managed by the Management Company by delegation or an affiliated management company.
Investments in UCITS units or shares will be limited to 10% of net assets.

3- Derivative instruments

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

The Sub-Fund will preferably use organised markets but reserves the right to enter into OTC contracts where these are better suited to the management objective or offer lower trading costs.
The Sub-Fund reserves the right to trade on all European and international markets.

Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: yes
- credit: no
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
- other: no

Nature of the instruments used:
- futures: yes
- options: yes
- swaps: yes
- forward exchange: no
- credit derivatives: no
- other: no

The use of derivatives offers management flexibility and greater responsiveness to markets so as to optimise investments in the equity markets.
These transactions will be carried out up to a maximum of 100% of the UCITS assets.

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4- Securities with embedded derivatives: yes, equities rights and subscription warrants.

5- Deposits: None

6- Cash borrowings:
Exceptionally, the manager may borrow cash of up to 10% of net assets for the purpose of investing in anticipation of market rises or, more temporarily, in the context of major redemptions.

7- Temporary securities purchase and sale transactions:
The manager reserves the right to use repurchase and reverse repurchase transactions and securities lending and borrowing on the assets eligible for the Sub-Fund's portfolio. These transactions will be limited to 10% of net assets (maximum leverage = 10%).
Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.
Management of financial guarantees relating to transactions on over-the-counter derivative financial instruments:
OTC transaction counterparties will be counterparties such as credit institutions, authorised by the management company and domiciled in OECD Member States.
These counterparties do not have discretionary decision-making powers over the management of the assets underlying the derivative financial instruments.
These transactions may be carried out with companies linked to the Group of the management company.

These transactions may give rise to the guarantee deposit:
- of cash
- of securities issued by OECD Member States
- of monetary UCITS/AIF units or shares

The fund shall not receive securities as collateral as part of the management of financial guarantees relating to transactions on over-the-counter derivative financial instruments and effective portfolio management techniques.

Financial guarantees received in cash may be:
- placed in deposit with a credit institution whose registered office is located in an OECD Member State or in another country with equivalent prudential rules,
- invested in high-quality government bonds,
- invested in short-term monetary undertakings for collective investment as defined in the guidelines for a common definition of European monetary undertakings for collective investment.

Risk profile:
"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".
The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Investors are exposed to the following risks through the sub-fund:

Risk of capital loss:
Investors are advised that their capital is not guaranteed and may therefore not be returned to them.
ESG investment risk: The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.
Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Discretionary risk:
The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The Fund's performance may therefore be lower than the management objective. In addition, the net asset value of the Fund may post negative performance.

Equity risk:
The sub-fund is exposed to equity markets. If the markets go down, the value of the Sub-Fund will go down.
The Sub-Fund may invest in small and mid cap equities. The trading volume of these listed securities is small, so market swings are more significant, both upwards and downwards, and occur quicker than for large caps. The net asset value of the Sub-Fund may therefore display the same behaviour.

Exchange rate risk:
The sub-fund may invest in transferable securities denominated in currencies other than the reference currency. If a currency falls against the euro, the net asset value may fall. On an ancillary basis, the sub-fund may therefore be exposed to currency risk.

Interest rate risk:
The sub-fund is exposed to interest rate risk within the minimum limit of 10% of assets. Interest rate risk is the risk that the value of the sub-fund's investment decreases if interest rates rise. Thus, when interest rates rise, the net asset value of the sub-fund may fall.

Risk arising from techniques such as derivatives:
risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Credit risk relating to issuers of debt securities:
These risks may arise from a downgrading of the credit rating of an issuer of debt securities. If an issuer's credit rating is downgraded, the value of its assets falls. Consequently, this may cause the net asset value of the Sub-Fund to fall.

Counterparty risk:
Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions. It is the risk that a counterparty may default on payment. If a counterparty defaults on payment, therefore, the net asset value may drop.

Potential risk of a conflict of interest:
This risk relates to temporary purchases and sales of securities transactions, during which the Sub-Fund uses an entity as counterparty and/or financial intermediary that is affiliated with the group to which the Sub-Fund's Management Company belongs.

Target subscribers:

D share	All subscribers
F share	Reserved for funds managed by companies in the La Française Group
I share	All subscribers, particularly institutional investors and large private investors
R share	All subscribers

The fund is intended for investors with an interest in sustainable development and a long-term capital growth objective.
US investors:
The shares in the sub-fund have not been and will not be registered under the US Securities Act of 1933 (hereinafter the "Act of 1933") or any other law applicable in a US state. Moreover, shares may not be directly or indirectly transferred, offered or sold in

the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation "Regulation S" of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the Sub-Fund's management company).
The sub-fund has not been and will not be registered under the U.S. Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the prior written agreement of the management company of the sub-fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors
In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in this sub-fund *depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this* sub-fund*.*

Recommended investment period:
This fund may not suit investors who intend to withdraw their contribution within 5 years.

Methods of determining and allocating distributable amounts:

D share	Distribution
F share	Capitalisation and/or distribution and/or carry forward
I share	Capitalisation
R share	Capitalisation

D share: the net result shall be distributed in full to the nearest rounded number. The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.

F share: The allocation of results (capitalisation, total or partial distribution of income and/or capital gains and/or carry forward of distributable sums under the conditions provided for by the regulations) is decided annually by the management company.

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (as a specified amount or in one hundred thousandths of a share) and redemption requests (in one hundred thousandths of a share) are processed by La Française AM Finance Services on each net asset value calculation day by 11 a.m. Subscriptions and redemptions are executed based on the net asset value on day D (i.e. at the price unknown at the time of the subscription or redemption order) with settlement on T+2.
- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP):
I shares (FR0010306225), R shares (FR0010654830)
Subscription requests (as a specified amount or in one hundred thousandths of a share) and redemption requests (in one hundred thousandths of a share) are processed by IZNES on each net asset value calculation day by 11 a.m. Subscriptions and redemptions are executed based on the net asset value on day D (i.e. at the price unknown at the time of the subscription or redemption order) with settlement on T+2.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.

Each share can be divided into hundred thousandths.
The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Execution of the order at the latest in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

D share	1 share
F share	1 share
I share	EUR 100,000.00
R share	1 share

Minimum value of subsequent subscriptions:

D share	None
F share	None
I share	None
R share	None

Date and frequency of the net asset value:

The net asset value is calculated on every trading day of the Paris Stock Exchange, or the next trading day, excluding legal holidays in France, based on the closing price.

Original net asset value:

D share	EUR 100.00
F share	EUR 100.00
I share	EUR 79.11
R share	EUR 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**D share:** 4.00% maximum **F share:** None **I share:** 4.00% maximum **R share:** 4.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**D share:** None **F share:** None **I share:** None **R share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**D share:** None **F share:** None **I share:** None **R share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**D share:** None **F share:** None **I share:** None **R share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**I share:** 1.199% maximum rate (including tax) **R share:** 2.199% maximum rate (including tax) **D share:** 2.199% maximum rate (including tax) **F share:** 0.449% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	**I & D & F & R shares:** 0.051% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	**Shares**: 0.40% (with a minimum of €120) **Convertible bonds < 5 years**: 0.06% **Convertible bonds > 5 years**: 0.24% **Other bonds**: 0.024% (with a minimum of €100) **Monetary instruments**: 0.012% (with a minimum of €100) **Swaps**: €300 **Forward exchange**: €150 **Spot exchange**: €50 **UCI**: €15 **Futures**: €6 **Options:** €2.5
5	Outperformance fee	Net assets	**I, R and D shares**: The variable component of the management fees will be at most 20% (incl. tax) of the positive difference between the performance of the sub-fund and that of the Euro Stoxx index (net dividends reinvested) (SXXT index). These variable management fees are capped at 2.5% (incl. tax) of the average net assets.(*) **F share**: None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

* average net assets correspond to the average assets of the fund and are calculated since the start of the reference period of the performance fee and restated for variable management fees.
A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
Outperformance fee:
The Management Company will receive, if applicable, an outperformance fee when the performance of the fund exceeds that of the benchmark index, whether it has recorded a positive or negative performance. The outperformance fee applicable to a given share category is based on the comparison between the measured assets of the fund and those of the benchmark.

The valued assets of the sub-fund are understood to be the share of the assets, corresponding to a share category, measured according to the valuation rules applicable to the assets and after taking into account the actual operating and management costs corresponding to said share category.

The benchmark asset represents the share of the sub-fund's assets, corresponding to a given share category, restated by the amounts of subscriptions/redemptions applicable to said share category at each valuation, and valued according to the performance of the benchmark index used.

The benchmark index used to calculate the outperformance fee is the index Euro Stoxx (net dividends reinvested): Bloomberg code: SXXT Index
The performance reference period corresponds**:**
From the first trading day in July to the last trading day in June of the following year.

Payment schedule:
The outperformance fee is levied for the benefit of the management company in the month following the end of the reference period. Under no circumstances may the reference period for the sub-fund shares be less than one year.

Method for calculating the outperformance fee:
As of 1 July 2022, an outperformance fee is only collected after compensation for the fund's underperformance compared to the performance of the benchmark index over the last 5 years.
• **During the reference period**:
- If the fund's measured assets are greater than those of the benchmark asset, the variable portion of management fees will represent a maximum of 20% including tax of the difference between these two assets capped at 2.5% of average net assets.
- A provision for variable management fees will be made on the basis of this difference when calculating the net asset value. Moreover, a provision reversal will be made for each calculation of the net asset value when the daily performance of the fund is lower than that of the reference asset. Reversals of provisions are capped at the level of previous provisions.
In the event of redemptions, the share of the constituted provision corresponding to the number of shares redeemed is definitively acquired by the management company.
• **At the end of the reference period**:
- If the measured assets of the fund are greater than those of the benchmark, the variable part of the management fees provisioned during the reference period is definitively acquired by the management company.
- If the measured assets of the fund are less than those of the benchmark, the variable part of the management fees will amount to zero (excepting the portion acquired by the management company as part of a redemption during the reference period). As of 1 July 2022, the reference period will be extended for an additional year, to a maximum of 5 years. Indeed, any underperformance during the reference period must be made up before being able to again provision for outperformance fees for the given share. If another year of underperformance has occurred within this first five-year period and it has not been recovered at the end of this first period, a new period of up to five years begins from this new year of underperformance.
<u>For example:</u>
In the event of a positive performance of the fund:

Reference period	Valued asset of the fund	Reference asset of the fund	Performance of the fund:	Variable management fees	Extension of the reference period
Year 1	10%	5%	Outperformance 5%	Yes	No
Year 2	10%	10%	Outperformance 0%	No	No
Year 3	5%	10%	Underperformance: -5%* (underperformance to be compensated for year 3)	No	Start of a reference period
Year 4	8%	5%	Underperformance: -2% (underperformance remaining from year 3)	No	Yes
Year 5	1%	8%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7%** (underperformance to be compensated for year 5)	No	Start of a new reference period
Year 6	1%	1%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 7	2%	1%	Underperformance: -8% • - 1% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 8	5%	2%	Underperformance: -4% • 0% (reset of the underperformance remaining from year 3) • -4% (underperformance to be compensated for year 5)	No	Yes
Year 9	10%	5%	Overperformance: 1% (reset of the underperformance of year 5 carried out)	Yes	No
Year 10	8%	10%	Underperformance: -2%*** (underperformance to be compensated for year 10)	No	Start of a reference period

** The fund's underperformance over the reference period must be compensated for within five years (up to year 7 maximum) before the variable management fees become payable.*

*** The fund's underperformance over the reference period must be compensated for within five years (up to year 9 maximum) before the variable management fees become payable.*

**** The fund's underperformance over the reference period must be compensated for within five years (up to year 14 maximum) before the variable management fees become payable.*

In the event of a negative performance of the fund:

Reference period	Valued asset of the fund	Reference asset of the fund	Performance of the fund:	Variable management fees	Extension of the reference period
Year 1	-5%	-10%	Relative outperformance: 5%	Yes	No
Year 2	-10%	-10%	Relative outperformance: 0%	No	No
Year 3	-15%	-10%	Underperformance: -5%* (underperformance to be compensated for year 3)	No	Start of a reference period
Year 4	-12%	-15%	Underperformance: -2% (underperformance remaining from year 3)	No	Yes
Year 5	-19%	-12%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7%** (underperformance to be compensated for year 5)	No	Start of a new reference period
Year 6	-19%	-19%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 7	-18%	-19%	Underperformance: -8% • -1% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 8	-15%	-18%	Underperformance: -4% • 0% (reset of the underperformance remaining from year 3) • -4% (underperformance to be compensated for year 5)	No	Yes
Year 9	-10%	-15%	Relative outperformance: 1% (reset of the underperformance carried out for year 5)	Yes	No
Year 10	-12%	-10%	Underperformance: -2%*** (underperformance to be compensated for year 10)	No	Start of a reference period

** The fund's underperformance over the reference period must be compensated for within five years (up to year 7 maximum) before the variable management fees become payable.*
*** The fund's underperformance over the reference period must be compensated for within five years (up to year 9 maximum) before the variable management fees become payable.*
**** The fund's underperformance over the reference period must be compensated for within five years (up to year 14 maximum) before the variable management fees become payable.*

The past performance of the fund compared to the benchmark index is available on the websites: www.creditmutuel-am.eu and/or www.la-francaise.com.

Transactions for the temporary purchase and sale of securities:
The remuneration received on the temporary purchases and sales of securities and for any equivalent transaction under foreign law is paid in full to the fund.
The costs/fees relating to transactions for the temporary purchase and sale of securities are not invoiced to the fund. These costs/fees are borne in full by the management company.

The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.

Other costs invoiced to the UCITS

- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g.class action procedure).

Costs linked to research within the meaning of Article 314-21 of the AMF general regulations are invoiced to the UCI. Information concerning these fees is laid out in the UCI annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/

Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.

The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.

Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Carbon Impact Floating Rates

ISIN code:

C O share	FR0007053640
I share	FR0013439163
R share	FR0013439148
R C CHF H share	FR001400D708
R C USD H share	FR001400D716
R O share	FR0012890333
S shares	FR0013439155
S D share	FR0014007BC3
S O share	FR0012336758
T C share	FR0013481785
T C CHF H share	FR001400D732
T C USD H share	FR001400D724

Classification:
International bonds and other debt securities

Management objective:
The sub-fund aims to achieve, over the recommended investment period of 2 years, a performance net of fees superior to the performance of:
- o Capitalised 3-month Euribor + 115 basis points for R O and R shares
- o Capitalised 3-month Euribor + 150 basis points for C O and I shares
- o Capitalised 3-month Euribor + 163 basis points for S O and S shares
- o SOFR + 115 basis points for R C USD H shares
- o SOFR + 150 basis points for T C USD H shares
- o SARON + 115 basis points for R C CHF H shares
- o SARON + 150 basis points for T C CHF H shares

by investing in a portfolio of issuers filtered in advance according to non-financial criteria analysed for their compatibility with the energy transition according to a methodology defined by the management company. In addition, the sub-fund undertakes to have a weighted average of the portfolio's greenhouse gas emissions per euro invested (scopes 1 and 2) at least 50% lower than that of the composite benchmark: 50% Bloomberg Barclays Global Aggregate Corporate Index + 50% ICE BofAML BB-B Global High Yield Index. This objective of reducing greenhouse gas emissions will be permanent and respected at all times.

Benchmark index:
The sub-fund is neither an index fund nor an index benchmark but, for post-hoc comparison purposes, the unitholder can refer to the 3-month Euribor index.
The Euro Inter Bank Offered Rate or EURIBOR is representative of the “money rent” on the interbank market in the Euro zone for a specific term which can range from 1 week to 12 months. EURIBOR is published by the European Central Bank, the ECB, which calculates its arithmetic average after a quotation statement made at the end of the day with a panel of 64 institutions representative of the Euro zone. This rate is capitalised daily. Bloomberg code: EUR003M Index
EURIBOR index administrator: European Money Markets Institute, registered with ESMA
Further information on the benchmark index is available on the administrator's website: www.emmi-benchmarks.eu
The fund is managed actively and on a discretionary basis. The fund is not managed with reference to an index.

Investment strategy:
1. Strategy used

The sub-fund seeks to capture the credit risk premium while minimising sensitivity to interest rate risk, by investing in floating or fixed rate adjustable debt instruments (fixed rate debt instruments swapped to floating rate). The Manager uses qualitative and quantitative criteria for the geographic allocation.

The management company of the sub-fund puts together an initial investment universe constructed from public issuers that are members of the OECD and private issuers that belong to the combination of the Bloomberg Global Aggregate Corporate Index and the ICE BofAML BB-B Global High Yield Index. Securities are selected mainly from this universe; they may also be selected from outside the universe, from European and international markets (including emerging markets), up to a limit of 10% of the investment universe, provided that these securities have a Carbon Impact score higher than the exclusion threshold in force for the universe and meet the investment criteria of the sub-fund.
Issuers are subject to the same requirements regardless of whether or not they belong to the index.

This sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).
In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.
The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The principal adverse impacts are also taken into account in the investment strategy and are based on policies for monitoring controversies and sector exclusions specific to Crédit Mutuel Asset Management as described below, the ESG and Sustainable Investment rating.
Pre-contractual information on the environmental or social characteristics promoted by the sub-fund is available in the appendix.
The investment process is based on an ESG integration and selectivity approach in management and is broken down into three stages:

Stage 1: Legal and sectoral exclusion policies and controversy management:
Starting with the initial investment universe, the management team will apply a filter linked to Crédit Mutuel Asset Management's sector exclusion policies that it implements for the management of its funds. In addition to the legal exclusions, sectoral exclusions are implemented concerning controversial weapons, tobacco, coal and hydrocarbons.
The controversy management of each security is subject to specific analysis, monitoring and rating. The management company will exclude all companies with major controversies. At the same time, an escalation process for controversies (analysis and handling) is set up by Crédit Mutuel Asset Management’s financial and extra-financial analysis unit to monitor the companies concerned and determine whether they are maintained or excluded.
Crédit Mutuel Asset Management classifies the issuers in which it invests according to their severity, repetition and management, particularly in terms of financial impacts, using the following codes:

- “green”: authorised issuer in the portfolio
- “yellow”: enhanced due diligence
- "orange": ban on buying, if the issuer is in the portfolio, the position is frozen
- "red": exclusion of the portfolio

Policies for monitoring controversies and sector exclusions are available on the Crédit Mutuel Asset Management website.

Stage 2: Carbon Impact filter
A "carbon" analysis and an analysis of the credit quality of the issuers that passed through the filter in stage 1 is carried out. After having reduced the universe on the basis of a credit analysis, a "carbon" analysis is carried out on criteria related to climate change. These criteria exist at various levels, such as the historical performance of carbon emissions (based on Scope 1 – direct emissions, and Scope 2 – indirect emissions; for certain sectors, the share of emissions relating to Scope 3, which is not considered here, can account for a large share of total emissions), governance and climate risk management, and the strategy implemented by the company to participate in the transition. In order to measure companies’ performance against these criteria, the management company uses data collected by the extra-financial analysis unit from specialised data providers. A Carbon Impact score is awarded as a result of this analysis.
For issuers in the low-carbon financial sector (carbon intensity defined as carbon emissions divided by enterprise value), a qualitative analysis is performed in addition to the assigned Carbon Impact score. This score is between 0 and 10.

For highly carbon-intensive sectors such as electricity generation and distribution, oil, the automotive industry and materials, a qualitative analysis of the company's future carbon performance is carried out in addition to the assigned Carbon Impact score. This analysis corresponds to a "trajectory" calculation of the issuer's carbon emissions that we match with sectoral decarbonisation trajectories (as defined by the International Energy Agency). During this qualitative analysis, the extra-financial analysis unit and the management team will estimate the ability of a company to meet its decarbonisation objectives in the face of current investments, past performance and the transformation of their portfolio of products sold. For example, for the Utilities sector, this takes the form of a carbon intensity based on the tonnes of CO_2eq generated per MWh of electricity produced, reflecting the development of the production capacity in renewable energy compared to current capacity.
In addition, the extra-financial analysis unit has formalised a dialogue and engagement approach aimed at improving the consideration of the sustainable transition issues of the companies in which the UCI invests. More details can be found on the management company’s website
The companies are then classified by quartile within their respective sectors, according to the asset management company's methodology, subject to the limitations specified above, as follows:

- “low carbon”, (1st quartile, top 25%)
- “transition on track with the sectoral decarbonisation trajectory”, (2nd quartile)
- “transition requiring greater ambition” (with which the management company does not play an active role) (3rd quartile)

- "laggards" according to the Carbon Impact score assigned (last quartile)

No investments will be made in companies qualified as laggards, which represents a 25% selectivity rate on the fund's investable universe.

When a company's quartile changes resulting in it being classified as a "laggard", a systematic review is carried out by the extra-financial analysis unit. If the downgrade is confirmed, the management company will sell the securities within a reasonable time, regardless of the price level of the security at the time of the transfer. This transfer can impact the financial performance of the fund.

The fund may also invest up to a maximum of 100% of its net assets in sustainable finance instruments. These instruments include the following categories:

- Green bonds;
- Sustainability bonds;
- Social bonds;
- Debt securities linked to performance on one or more sustainability objectives (sustainability-linked bonds).

The analysis of green bonds is carried out along three axes and in addition to the steps described above, namely:

1. Adherence to the four pillars of the "Green Bond Principles"

• Use of funds: the funds are to be used to finance or refinance green projects in line with the taxonomy defined by the GBPs and with the new European taxonomy;

• The project selection and evaluation process: precise selection and description of projects financed by the green bond, governance put in place around the selection, definition of environmental objectives and impact measurements linked to these projects.

• Fund management: detail of funds allocated by project, ability to monitor funds used with a rigorous process

• Transparency and reporting: the issuer must communicate at least annually and transparently on 2 points: the allocation of funds (funds allocated and activities financed) and the impact of the projects, i.e. the direct contribution to the environment such as the reduction of carbon emissions (impact report, objectives)

2. The issuer's energy transition strategy and status

• A cross-analysis is carried out with the fundamental analysis of the issuer described previously.

3. Analysis and measurement of the impact of funded projects

• special attention is paid to the choice of funded projects and their consistency with the issuer's more global energy transition strategy.

Finally, whether public or private, green bond issuers will be subject to the same financial and non-financial analyses and must pass the exclusion phase (stage 1) and the macro-economic/credit and carbon analysis phase (stage 2).

Information on the operation of the analysis model is available on the management company's website.

The extra-financial performance analysis methodology developed by Crédit Mutuel Asset Management is dependent on the completeness, quality and transparency of the elements and information provided by extra-financial data providers on issuers, which constitutes a limit to the analysis performed.

Stage 3: Financial analysis and portfolio construction

However, issuers with the highest Carbon Impact scores will not be automatically retained in the portfolio construction, as inclusion in the final portfolio is subject to the manager's discretion.

The non-financial analysis rate must be greater than 90%. This rate is understood as the number of issuers in the net assets of the sub-fund. The sub-fund may invest up to 10% of its net assets in issuers that are not subject to extra-financial analysis.

The objective of reducing the portfolio's carbon footprint by at least 50% compared to its carbon composite indicator is monitored as follows.

Carbon emissions in tonnes of CO2eq per invested euro are based on Scope 1 – direct emissions and Scope 2 – indirect emissions (note that for some sectors, the share of Scope 3 emissions is not taken into account here, but can account for a large share of total emissions), relative to the size of the enterprise (company value).

This data is retrieved from the CDP database and in the event that a company does not provide it to CDP, a proprietary model for estimating emissions by industry and firm size is used. These footprints are then weighted by the weights in the portfolio.

The management company uses data published by companies and collected by specialised suppliers.

The sub-fund invests in fixed or floating rate negotiable debt securities, certificates of deposit and money market instruments issued or guaranteed by an issuer in a member country of the eurozone or the OECD. The sub-fund may invest:

- up to 100% of its net assets in private debt
- up to 50% of its assets in securities issued by States or similar (semi-public, guaranteed, supranational) at fixed rate, floating rate or adjustable rate.

The sub-fund may invest in Investment Grade securities (with a rating higher than or equal to BBB- at Standard & Poor's or Baa3 at Moody's or the equivalent according to the analysis of the management company) and High Yield securities (between BB+ and B- at Standard & Poor's or between Ba1 and B3 according to Moody's or an equivalent rating of the management company). The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.

The sub-fund may invest in, or have exposure to, the following investments up to the percentage of net assets indicated:

- Securities with an "Investment Grade" rating: 100%
- Securities with a "High Yield" rating: 50%
- Unrated securities: 20%
- Perpetual bonds (including contingent convertible bonds - "CoCo"): 10%
- Other UCITS/UCIs: 10%

The sensitivity range for interest rates in which the fund is managed	between 0 and 0.5
Geographical area of the issuers of securities to which the fund is exposed	Euro zone and OECD countries: 0-100%
Security denomination currencies in which the fund is invested	all currencies
Level of exchange risk borne by the fund	residual owing to imperfect hedging of currency positions.

CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these contingent convertible bonds will be sought after in the management of the sub-fund due to their theoretical higher return compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond).
In the event of a downgrade in the rating of an issuer of a security already invested in the portfolio leading to non-compliance with the authorised limits, the Manager will, as soon as possible, sell the asset in accordance with the interests of the shareholders.
The manager may invest in securities denominated in euros and/or other currencies. Where securities are not denominated in euros, the manager will systematically hedge the exchange risk. A residual risk may nevertheless remain, as hedging cannot be perfect.
The sub-fund can invest up to a limit of 10% of its assets in the units or shares of UCITS governed by French or foreign law and/or in UCIs meeting the four criteria of Article R214-13 of the Monetary and Financial Code. They will be used to manage the cash flow.
The sub-fund may invest in futures traded on French and foreign regulated markets or OTC: futures, swaps, forward exchange, credit default swaps (single name or index CDS) and credit derivatives.
Each instrument addresses hedging or exposure strategies (except for CDS and credit derivatives used solely for hedging purposes) aiming to (i) hedge the entire portfolio or certain asset classes held within it against market risk (ii) synthetically rebuild specific assets, or (iii) increase the fund's exposure to certain risks in the market.
The sub-fund may also use Total Return Swaps (TRS) up to a maximum of 25% of the net assets for hedging purposes only. The expected proportion of assets under management that shall be subject to TRS may be 10%. The TRS underlying assets may be corporate bonds and sovereign bonds.

2. Assets:

In order to achieve its management objective, the fund will use different types of assets:
a. Equities:
The fund does not intend to hold shares. However, as the fund may invest in contingent convertible bonds, there is a possibility that these instruments will be converted into shares.
If the bonds held in the portfolio are converted into shares, the fund may temporarily hold shares up to a limit of 10% of its net assets and sell them as soon as possible in the best interests of the shareholders.
The shares can be of any market capitalisation and denominated in any currency, which will then be automatically hedged against currency risk.

b. Debt securities and money market instruments, up to 100% of the net assets:
i. Negotiable debt securities: yes
ii. Bonds (fixed rate and floating rate): yes
iii. Treasury bills: yes
iv. Commercial papers: yes
v. Certificates of deposit: yes
with the following characteristics:
- rating: investment grade (up to 100% of the assets), high yield (up to 50% of the assets) or unrated (up to 20% of the assets)
- private sector securities (up to 100%)
- public sector securities (up to 50%)
- denominated in foreign currencies: all currencies

c. UCI: yes
The fund may invest up to a limit of 10% in the units or shares of UCITS governed by French or foreign law and/or in the units or UCI shares meeting the four criteria of Article R214-13 of the Monetary and Financial Code.

The fund may invest in UCIs of the management company or of a related company.

3. Derivative instruments
The Fund may invest in futures traded on French and foreign regulated markets or OTC: futures, swaps, asset swap, cross-currency swap, forward exchange, total return swap and credit derivative. Each instrument addresses specific hedging or exposure strategies to (i) hedge the entire portfolio or certain asset classes held within it against market risk (ii) synthetically rebuild specific assets, or (iii) increase the fund's exposure to certain risks in the market.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no
- other: no

Nature of the instruments used:
- futures: yes
- options: yes
- swaps: yes
  o Total return swaps (TRS): yes, up to 25% of the net assets of the sub-fund (for hedging purposes only). The expected proportion of assets under management that will be subject to TRS may be up to 10% of net assets.
- forward exchange (excluding NDF): yes
- credit derivatives (Credit Default Swap - CDS): yes

The consolidated exposure to the interest rate and credit market, including the exposure induced by the use of derivatives, will maintain the sensitivity of the portfolio in a range between 0 and 0.5.

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives

In order to achieve the management objective, the manager may take positions to hedge and/or expose the portfolio against risks:

- equities: yes
- interest rates: yes
- foreign exchange: yes
- credit: yes
- index: yes

Nature of activities:

- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:

- Contingent convertible bonds ("cocos")
- EMTN
- Puttables
- Callables
- TCN
- convertible bonds

5- Deposits

The fund reserves the right to make deposits of up to 20% of net assets in order to manage its cash flow.

6- Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets

7- Transactions for the temporary purchase and sale of securities

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).

Securities lending and/or reverse repo counterparties are subject to an ESG analysis during Crédit Mutuel Asset Management's eligibility review of financial intermediaries.

• **Type of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:**These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• **Remuneration:**Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• **Selection of counterparties:**The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.
Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.
Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:
- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.
The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:
- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).
Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).
Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:
"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".
The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:
Risk of capital loss:
Investors are advised that their capital is not guaranteed and may therefore not be returned to them.
ESG investment risk:
The sub-fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.
Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Interest rate risk:
This is the risk that interest rate instruments in the portfolio will fall due to fluctuations in interest rates. When interest rates rise (positive sensitivity) or when they fall (when sensitivity is negative), the net asset value of the fund may fall.
This risk is measured by the sensitivity which reflects the impact that a 1% change in interest rates may have on the net asset value of the Fund.

Default risk relating to issuers of debt securities:
The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative or unrated securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.

Risk associated with investments in "speculative" securities:
This fund may be exposed to “speculative” securities. These securities have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Counterparty risk:Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions: This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the fund's net asset value.

Liquidity risk:
The UCIs selected by this fund may be invested on illiquid markets or on markets which could be affected by a drop in liquidity. This may result in a fall in the net asset value.

Risk relating to subordinated debt securities:
The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Risk related to contingent convertibles:
CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold.
The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent.
CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest.
The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:
- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints.
- the capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Moreover, the subordinated creditor will be repaid after ordinary creditors, but before shareholders.
- call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority.
- valuation/return: The attractive yield of these securities can be considered a complexity premium.

Risk associated with holding convertible bonds:
The value of convertible bonds depends on a number of factors: level of interest rate, credit, change of price of the underlying shares, change of price of the derivative integrated into the convertible bond. If the underlying equities of convertible bonds and similar – equities held directly or the indices to which the fund is exposed – fall, the net asset value of the fund may fall.

Risk arising from techniques such as derivatives:
risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Liquidity risk related to performance swaps (TRS):
The Fund may be exposed to trading difficulties or a temporary lack of trading in certain securities in which the Fund is invested or those received as collateral if the counterparty defaults on total return swaps (TRS).

Exchange rate risk:
The fund may invest in transferable securities denominated in currencies other than the reference currency.
The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Discretionary risk:
The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

Potential risk of a conflict of interest:
This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Target subscribers:

C O share	All subscribers, particularly institutional investors and large private investors
I share	All subscribers, particularly institutional investors and large private investors
R share	All subscribers
R C CHF H share	All subscribers
R C USD H share	All subscribers
R O share	All subscribers
S shares	All subscribers, particularly institutional investors
S D share	All subscribers, particularly institutional investors
S O share	All subscribers, particularly institutional investors
T C share	All investors without payment of retrocession fees to distributors
T C CHF H share	All investors without payment of retrocession fees to distributors
T C USD H share	All investors without payment of retrocession fees to distributors

The fund is primarily intended for investors seeking an instrument to diversify their bond investments, particularly in a period of low returns on fixed-rate bonds.

How to subscribe to T shares:
Subscriptions to T shares (net shares) are reserved:

- for investors subscribing through distributors or intermediaries:

 - subject to national legislation prohibiting all retrocession fees to distributors
 - providing:
 o independent advice within the meaning of European regulation MiFID II,
 o individual portfolio management under mandate
- for funds of funds

Information on the remuneration generated by temporary securities purchase and sale transactions:
The sub-fund's counterparty with respect to transactions for the temporary purchase and sale of securities is one or more credit institutions whose head office or branch is located in a country of the European Union. The counterparties will act independently of the fund. No remuneration is paid to the depositary (within the framework of his capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.

<u>US investors</u>
The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).
The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:

This fund may not suit investors who intend to withdraw their contribution within 2 years.

Methods of determining and allocating distributable amounts:

C O share	Capitalisation
I share	Capitalisation
R share	Capitalisation
R C CHF H share	Capitalisation
R C USD H share	Capitalisation
R O share	Capitalisation
S shares	Capitalisation
S D share	Capitalisation and/or distribution and/or carry forward
S O share	Capitalisation
T C share	Capitalisation
T C CHF H share	Capitalisation
T C USD H share	Capitalisation

The distributable amounts consist of:

1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

S D shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company. The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.

The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.

Accounting currency:

EUR

Subscription and redemption terms:

- **Bearer shares to be registered or already registered in Euroclear: all shares**

Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each trading day by 11 a.m. and are executed on the basis of the next net asset value.

Payments relating thereto are made on the second trading day following the processing date.

- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP): RO shares (FR0012890333)

Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each trading day by 11 a.m. and are executed on the basis of the next net asset value.

Payments relating thereto are made on the second trading day following the processing date.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.

The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Execution of the order at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business	T + 2 business	T + 2 business

			days	days	days

Minimum value of initial subscription:

C O share	EUR 100,000.00
I share	EUR 100,000.00
R share	None
R C CHF H share	None
R C USD H share	None
R O share	None
S shares	EUR 10,000,000.00
S D share	EUR 10,000,000.00
S O share	EUR 10,000,000.00
T C share	None
T C CHF H share	None
T C USD H share	None

Minimum value of subsequent subscriptions:

C O share	None
I share	None
R share	None
R C CHF H share	None
R C USD H share	None
R O share	None
S shares	None
S D share	None
S O share	None
T C share	None
T C CHF H share	None
T C USD H share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, or the next trading day, excluding legal holidays in France.

Original net asset value:

C O share	EUR 1,000.00
I share	EUR 1,000.00
R share	EUR 100.00
R C CHF H share	CHF 100.00
R C USD H share	USD 100.00
R O share	EUR 100.00
S shares	EUR 1,000.00
S D share	EUR 1,000.00
S O share	EUR 1,000.00
T C share	EUR 100.00
T C CHF H share	CHF 100.00
T C USD H share	USD 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale

Subscription fee not paid to the UCITS	Net asset value x Number of shares	**C O share:** 3.00% maximum **I share:** 3.00% maximum **R share:** 3.00% maximum **R C CHF H share:** None **R C USD H share:** None **R O share:** 3.00% maximum **S shares:** 3.00% maximum **S D share:** 3.00% maximum **S O share:** 3.00% maximum **T C share:** 3.00% maximum **T C CHF H share:** None **T C USD H share:** None
Sales fee paid to to the UCITS	Net asset value x Number of shares	**C O share:** None **I share:** None **R share:** None **R C CHF H share:** None **R C USD H share:** None **R O share:** None **S shares:** None **S D share:** None **S O share:** None **T C share:** None **T C CHF H share:** None **T C USD H share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**C O share:** None **I share:** None **R share:** None **R C CHF H share:** None **R C USD H share:** None **R O share:** None **S shares:** None **S D share:** None **S O share:** None **T C share:** None **T C CHF H share:** None **T C USD H share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**C O share:** None **I share:** None **R share:** None **R C CHF H share:** None **R C USD H share:** None **R O share:** None **S shares:** None **S D share:** None **S O share:** None **T C share:** None **T C CHF H share:** None **T C USD H share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**C O ; I & TC shares**: 0.35% maximum rate (including tax) **S O , S & S D shares**: 0.22% maximum rate (including tax) **R O & R shares**: 0.70% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	**All shares**: 0.052% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	None
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company’s own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.

Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g.class action procedure).

Information on the remuneration generated by temporary securities purchase and sale transactions:
The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.

Choice of intermediaries:
The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest
The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.
The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.
Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.
Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Francaise Credit Innovation

ISIN code:

CM C EUR share	FR001400IH07
F share	FR0014008UO6
I C CHF H share	FR0014008UE7
I C EUR share	FR0014008UJ6
I C USD H share	FR0014008UI8
I D EUR share	FR0014008UH0
I D USD H share	FR0014008UG2
R C EUR share	FR0014008UN8
R C USD H share	FR0014008UM0
R D EUR share	FR0014008UL2
R D USD H share	FR0014008UK4
S EUR share	FR0014008UP3
T C CHF H share	FR0014008UC1
T C EUR share	FR0014008UF4
T C USD H share	FR0014008UD9
T D EUR share	FR0014008UB3
T D USD H share	FR0014008UA5

Classification:
International bonds and other debt securities

Management objective:
The sub-fund aims to achieve, over the recommended investment period of three years, a performance net of fees superior to the performance of the ICE BofAML BB Global High Yield Total Return Index (Ticker Bloomberg: HW10 Index) by investing in a portfolio of issuers filtered according to criteria of contribution to the Sustainable Development Goals (SDGs).

Benchmark index:
The sub-fund is neither index-linked nor index-referenced, but as an ex-post comparison, the holder may refer to the performance of the ICE BofAML BB Global High Yield Total Return Index (Bloomberg ticker: HW10 Index).
The ICE BofAML BB Global High Yield Index is a subset of the ICE BofAML Global High Yield Index comprising all securities rated from BB1 to BB3 inclusive.
- Director of the ICE BofAML BB Global High Yield Total Return Index: ICE. As at the date of the latest update to this prospectus, the administrator is no longer listed in the register of administrators and benchmark indices managed by the ESMA.
Further information on the benchmark index is available on the administrator's website: https://www.theice.com/market-data/.
The benchmark is only used for comparison. The manager is free to decide whether or not to invest in the securities that make up the benchmark index. They are therefore free to choose the securities that make up the portfolio in accordance with the management strategy and investment restrictions.

Investment strategy:
1- Strategy used

The investment strategy of the sub-fund is to take advantage of the dynamics created by themes and issues of the future which are:
- climate change;
- technological innovation;
- urbanization;
- population growth.

These themes may change as new trends emerge and are determined at the discretion of the management team. These themes are not linked to sectors of activity but rather to the profiles of products and services sold by companies.

The strategy of the fund is to invest in issuers whose rating is likely to improve (capture improvements in the risk premium). It consists of the discretionary management of a portfolio of bonds issued by private entities. The management of the fund relies primarily on the management team's in-depth knowledge of the balance sheets of the selected companies.

To fulfil the management objective, the portfolio is invested up to 100% of the net assets in fixed or floating rate bonds, other negotiable debt securities and money market instruments (Treasury bills, commercial paper, certificates of deposit) from all sectors.

The initial investment universe is constructed from issuers belonging to the BofAML Global High Yield Index (HW00 Index). Securities are selected primarily from within this universe; they may also be selected from outside the universe – from European and international markets, including emerging markets – up to a limit of 10% of the investment universe.

The investment strategy is managed with significant engagement built into the management. Issuers are subject to the same requirements regardless of whether or not they belong to the index.

The approach deployed improves on a non-financial indicator compared to the investable universe. The fund undertakes to ensure that the average of the portfolio's negative contribution to the SDGs indicator is at least 20% lower than that of the investment universe.

The proportion of issuers analysed under these extra-financial criteria in the portfolio exceeds 90% of the securities in the portfolio, excluding cash.

The first step of the non-financial analysis consists of identifying the issuers to be excluded beforehand by virtue of the exclusion policy of La Française Group, available on the website www.la-francaise.com.

The second step is extra-financial analysis, which analyses the profiles of companies in the investment universe and determines whether their products and services fit into one of the themes and how they can contribute to one or more Sustainable Development Goals (SDGs). The result of this discretionary analysis determines whether an issuer is assigned to one of these subject areas.

Our definition of sustainable investing ensures that the products and services of the companies included in the portfolio have at least 10% of revenues or capital expenditure as a positive contribution to at least one of the SDGs. In addition, this definition ensures a control of adverse impacts through the application of the DNSH on the principal adverse impacts (PAI). More information can be found on our La Française Group website.

As the strategy specifically targets a net positive impact on the SDGs of the companies financed, it bases its significant commitment on minimising negative contributions to the SDGs within the portfolio.

With this in mind, we identify for each issuer the share of revenue related to products and services that have a negative impact on one or more SDGs. For example, single-use plastic packaging, airport infrastructure management or non-electric vehicle leasing are considered products and services with a negative contribution to the SDGs.

The data is provided by our ESG data providers, but in the event of missing or incomplete information, a fundamental analysis is carried out by the management company's analysis team.

Thus, in the third stage, portfolio construction is based on the results of financial and extra-financial analysis, with the commitment that the weighted average of the income and/or capital expenditure of the portfolio companies, linked to products or services with a negative contribution to the SDGs, is, at all times, at least 20% lower than that of the investable universe.

The objective of the Sub-Fund is sustainable investment within the meaning of Article 9 of the EU Sustainable Finance Disclosure Regulation (EU) 2019/2088 (SFDR).

The methodology adopted by the management company for taking into account non-financial criteria may have a limitation related to the analyses carried out by the management team. These analyses are dependent on the quality of the information collected and the transparency of the issuers.

Additional information on the management company's non-financial analysis, including ESG criteria, is presented in the La Française Group transparency code and engagement policies, available on the La Française Group website at www.la-francaise.com.

The sub-fund invests up to 100% of its net assets in Investment Grade issues (with a rating higher or equal to BBB- at Standard & Poor's or Baa3 at Moody's or the equivalent according to the analysis of the management company) and/or in High Yield issues (speculative) (i.e. with a rating lower than BBB- or Baa3 or equivalent according to the analysis of the management company). The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.

Investment in convertible bonds is limited to maximum of 30% of net assets.
The manager may invest in securities denominated in euros and/or other currencies. Where securities are not denominated in euros, the manager will systematically hedge the exchange risk. A residual risk may nevertheless remain, as hedging cannot be perfect.

The sub-fund may use financial and non-financial subordinated bonds (including contingent convertible bonds – "Cocos") up to an overall limit of 20% of net assets.

CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these convertible contingent bonds will be sought after in the management of the sub-fund due to their theoretical higher yield compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond).

Consequently, the selection of securities focuses on the financial situation, debt structure and cash flow statements of issuers to avoid default situations. Moreover, issuers with the expectation of high repayment rates and junior subordinated issues are preferred.
The sub-fund may invest up to 10% of its net assets in units or shares of UCITS established under French or European law in accordance with Directive 2009/65/EC.

Taking into account the investment strategy implemented, the risk profile of the sub-fund is closely linked to the selection of speculative securities which may represent up to 100% of its net assets and therefore including default risk.
On an exceptional and temporary basis, in the event of large redemptions, the manager may borrow cash up to a maximum of 10% of the net assets and hold cash or cash equivalents up to a maximum of 10% of the net assets.
The sub-fund will preferably use derivative instruments on organised futures markets but reserves the right to enter into OTC contracts where these contracts are better suited to the management objective or offer lower trading costs. The sub-fund reserves the right to trade on all European and international futures markets including emerging markets.
The manager may use financial instruments such as futures, forwards, options, interest rate swaps, foreign exchange swaps, forward exchange transactions, Credit Default Swaps (CDS on single underlying asset options and CDS on indices) and Non-Deliverable Forwards. They will mainly act with the aim of hedging and/or exposing the fund to interest rate and/or credit futures markets, and with the aim of hedging future exchange markets.

The sub-fund will not use Total Return Swaps (TRS).
The sub-fund's exposure to derivatives shall not exceed 100% of its net assets, without seeking overexposure.

The sensitivity range for interest rates within which the fund is managed	0 to 10
Geographical area of the issuers of securities to which the fund is exposed	Private issuers from OECD countries (all regions): 0-100%; Private issuers from non-OECD countries (emerging countries): 0-50%
Currencies of denomination of the securities in which the fund is invested	All currencies
Level of foreign exchange risk borne by the residual fund due to imperfect hedging	Residual owing to imperfect hedging of currency positions

2. Assets (excluding embedded derivatives)

In order to achieve its management objective, the sub-fund will use different types of assets.
a) Equities: yes
The sub-fund may not purchase shares directly but it may be indirectly exposed to equity risk due to the fact that it holds convertible bonds up to a limit of 10% of its net assets and may be directly invested in equities up to a limit of 5% of its net assets only in the event of a restructuring of a bond, standard or convertible, by the issuer.
The equities shall present following characteristics:
- all capitalisation
- all economic sectors
- all currencies
- in all geographical areas.

b) Debt securities and money market instruments: yes
i. Negotiable debt securities: yes
ii. Bonds (fixed rate, floating rate, indexed): yes
iii. Treasury bills: yes
iv. Short-term negotiable securities: with the following characteristics:
- all economic sectors

c) UCITS:
The sub-fund may invest up to 10% of its assets in units or shares of UCITS established under French or foreign law, in accordance with Directive 2009/65/EC.
These UCITS may be managed by the management company of the sub-fund or an associated company.

3. Derivative instruments

The sub-fund may, on a discretionary basis, trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, used for both hedging and exposure of the portfolio.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes (up to 10% of the net assets)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- futures: yes
- options (listed, OTC): yes
- swaps (interest rates, currencies): yes
- forward exchange (NDF): yes
- credit derivatives: yes, CDS
- CDS options: yes (up to 15% of the net assets)

The sub-fund will not use Total Return Swaps (TRS).

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4 - Securities with embedded derivatives

Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: no
- credit: yes
- indices: yes (interest rates)

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- Convertible bonds, within a limit of 30% of net assets
- Contingent convertible bonds ("cocos") (up to 20% of net assets)

- Warrants
- EMTN
- Callable rate products
- Puttable rate products

5- Deposits: the sub-fund reserves the right to make deposits of up to 10% in order to manage its cash flow.

6- Cash borrowings
The sub-fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets in the event of significant redemptions.

7- Temporary securities purchase and sale transactions: yes

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing). Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

Nature of activities: Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:** These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• **Remuneration**: Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• **Selection of counterparties:** The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities. These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regular process, subject to a grade, the counterparties selected for transactions for the temporary purchase or sale of securities are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.
Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.
Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:
- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:
- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral;

The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market). Margin calls will be made on a daily basis.

The guarantees received by the mutual fund will be kept by the mutual fund's depositary,

or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee.

The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

<u>Risk of capital loss:</u>

Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

<u>Discretionary risk:</u>

The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

<u>ESG investment risk</u>: The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.

<u>Sustainability risk</u>: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

<u>Exchange rate risk:</u>

The fund may invest in transferable securities denominated in currencies other than the reference currency.

The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

<u>Risk arising from techniques such as derivatives:</u>

This is the risk of increased losses due to the use of forward financial instruments such as over-the-counter financial contracts and/or temporary securities purchases and/or futures contracts.

<u>Interest rate risk:</u>

The fund is subject to interest rate risk within the maximum limit of 10% of assets. Interest rate risk is the risk that the value of the fund's investments will fall if interest rates rise. Thus, when interest rates rise, the net asset value of the fund may fall.

<u>Credit risk relating to issuers of debt securities:</u>

Risk may arise from a downgrading of the credit rating or default of the issuer of the debt security or failure of the issuer to honour his commitments with regard to the instruments issued. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the fund to fall.

When investing in bonds there is a direct or indirect risk arising from the possible presence of securities of lower quality, known as "high-yield" or speculative securities. These "speculative" securities have a higher risk of default. They are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the mutual fund unit may therefore decrease if the value of these securities in the portfolio falls.

Default risk relating to issuers of debt securities:
The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative or unrated securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.

Risk associated with investments in "high-yield" securities (known as speculative securities):
This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.
These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Risk associated with investing in non-OECD countries (emerging markets):
The fund may be exposed up to 50% in non-OECD countries. Market risks are amplified by possible investments in non-OECD countries where market movements, upward or downward, may be stronger and faster than in major international markets.
Investing in non-OECD countries involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.

Counterparty risk:
Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions. This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the net asset value.

Liquidity risk: This refers to the risk when trading volumes are low or in the event of volatility on a particular market, this financial market cannot absorb the volumes of sales (or purchases) without significantly lowering (or raising) asset prices. This may result in a fall in the fund's net asset value.

Risk relating to subordinated debt securities:
The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Risk associated with holding convertible bonds:
The value of convertible bonds depends on a number of factors: level of interest rate, credit, change of price of the underlying shares, change of price of the derivative integrated into the convertible bond. If the underlying equities of convertible bonds and similar – equities held directly or the indices to which the fund is exposed – fall, the net asset value of the fund may fall.

Potential risk of a conflict of interests:
This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Risk related to contingent convertibles:
CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold. The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent. CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest. The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:
- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints. - capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Thus, the subordinated creditor will be

repaid after ordinary creditors, but before shareholders. - call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority. -valuation/performance: The attractive yield of these securities can be considered a complexity premium.

Target subscribers:

CM C EUR share	All subscribers in the Crédit Mutuel Alliance Fédérale network
F share	Reserved for funds managed by companies in the La Française Group
I C CHF H share	Reserved for professional clients within the meaning of MiFID
I C EUR share	Reserved for professional clients within the meaning of MiFID
I C USD H share	Reserved for professional clients within the meaning of MiFID
I D EUR share	Reserved for professional clients within the meaning of MiFID
I D USD H share	Reserved for professional clients within the meaning of MiFID
R C EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R C USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
S EUR share	Reserved for professional clients within the meaning of MiFID
T C CHF H share	All investors without payment of retrocession fees to distributors
T C EUR share	All investors without payment of retrocession fees to distributors
T C USD H share	All investors without payment of retrocession fees to distributors
T D EUR share	All investors without payment of retrocession fees to distributors
T D USD H share	All investors without payment of retrocession fees to distributors

US investors
The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).
The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Russian and Belarusian investors
In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

Recommended investment period:
This sub-fund may not be suitable for investors who plan to withdraw their contributions before 3 years.

Methods of determining and allocating distributable amounts:

CM C EUR share	Capitalisation
F share	Capitalisation and/or distribution and/or carry forward
I C CHF H share	Capitalisation
I C EUR share	Capitalisation
I C USD H share	Capitalisation
I D EUR share	Capitalisation and/or distribution and/or carry forward
I D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
R C EUR share	Capitalisation
R C USD H share	Capitalisation
R D EUR share	Capitalisation and/or distribution and/or carry forward
R D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
S EUR share	Capitalisation
T C CHF H share	Capitalisation
T C EUR share	Capitalisation
T C USD H share	Capitalisation
T D EUR share	Capitalisation and/or distribution and/or carry forward
T D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.
F, R D EUR, R D USD H, I D EUR, I D USD H, T D EUR and T D USD H shares: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company has the possibility to distribute quarterly interim dividends in January, April, July and October for the R D USD H, I D USD H, T D USD H share classes.
S EUR, R C EUR, R C USD H, I C EUR, I C USD H, I C CHF H, T C EUR, T C USD H, T C CHF H, CM C EUR shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- Bearer shares to be registered or already registered in Euroclear: all shares
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.
Each share can be divided into thousandths of a share.

- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP): R C EUR shares (FR0014008UN8), R D EUR shares (FR0014008UL2)

Subscription requests (in amounts or thousandths of shares) and redemption requests (in thousandths of shares) are processed on each net asset value calculation day (T) at 11 a.m. (if the Stock Exchange is open in Paris or on the following trading day, excluding statutory public holidays in France) with La Française AM Finance Services for shares to be registered or recorded as bearer units with Euroclear and with IZNES for shares to be registered or recorded as pure registered units with the IZNES Shared Electronic Registration System (DEEP); and are made on the basis of the net asset value of T calculated on T+1.
The associated clearances will be made on the second trading day following the date of the net asset value (T+2).

The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Order fulfilment at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

CM C EUR share	EUR 1,000.00
F share	None
I C CHF H share	CHF 100,000.00
I C EUR share	EUR 100,000.00
I C USD H share	USD 100,000.00
I D EUR share	EUR 100,000.00
I D USD H share	USD 100,000.00
R C EUR share	None
R C USD H share	None
R D EUR share	None
R D USD H share	None
S EUR share	EUR 10,000,000.00
T C CHF H share	None
T C EUR share	None
T C USD H share	None
T D EUR share	None
T D USD H share	None

Minimum value of subsequent subscriptions:

CM C EUR share	None
F share	None
I C CHF H share	None
I C EUR share	None
I C USD H share	None
I D EUR share	None
I D USD H share	None
R C EUR share	None
R C USD H share	None
R D EUR share	None
R D USD H share	None
S EUR share	None
T C CHF H share	None
T C EUR share	None
T C USD H share	None
T D EUR share	None
T D USD H share	None

Date and frequency of the net asset value:

The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

Original net asset value:

CM C EUR share	EUR 1,000.00
F share	EUR 100.00

I C CHF H share	CHF 1,000.00
I C EUR share	EUR 1,000.00
I C USD H share	USD 1,000.00
I D EUR share	EUR 1,000.00
I D USD H share	USD 1,000.00
R C EUR share	EUR 100.00
R C USD H share	USD 100.00
R D EUR share	EUR 100.00
R D USD H share	USD 100.00
S EUR share	EUR 1,000.00
T C CHF H share	CHF 100.00
T C EUR share	EUR 100.00
T C USD H share	USD 100.00
T D EUR share	EUR 100.00
T D USD H share	USD 100.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**CM C EUR share:** 3.00% maximum **F share:** 3.00% maximum **I C CHF H share:** 3.00% maximum **I C EUR share:** 3.00% maximum **I C USD H share:** 3.00% maximum **I D EUR share:** 3.00% maximum **I D USD H share:** 3.00% maximum **R C EUR share:** 3.00% maximum **R C USD H share:** 3.00% maximum **R D EUR share:** 3.00% maximum **R D USD H share:** 3.00% maximum **S EUR share:** 3.00% maximum **T C CHF H share:** 3.00% maximum **T C EUR share:** 3.00% maximum **T C USD H share:** 3.00% maximum **T D EUR share:** 3.00% maximum **T D USD H share:** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**CM C EUR share:** None **F share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None **I D USD H share:** None **R C EUR share:** None **R C USD H share:** None **R D EUR share:** None **R D USD H share:** None **S EUR share:** None **T C CHF H share:** None **T C EUR share:** None **T C USD H share:** None **T D EUR share:** None **T D USD H share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**CM C EUR share:** None **F share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None

		I D USD H share: None **R C EUR share:** None **R C USD H share:** None **R D EUR share:** None **R D USD H share:** None **S EUR share:** None **T C CHF H share:** None **T C EUR share:** None **T C USD H share:** None **T D EUR share:** None **T D USD H share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**CM C EUR share:** None **F share:** None **I C CHF H share:** None **I C EUR share:** None **I C USD H share:** None **I D EUR share:** None **I D USD H share:** None **R C EUR share:** None **R C USD H share:** None **R D EUR share:** None **R D USD H share:** None **S EUR share:** None **T C CHF H share:** None **T C EUR share:** None **T C USD H share:** None **T D EUR share:** None **T D USD H share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**R shares**: 1.19% maximum rate (including tax) **I and T shares**: 0.59% maximum rate (including tax) **S shares**: 0.35% maximum rate (including tax) **F share:**0% maximum rate (including tax) **CM C EUR share**: 0.77% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares: 0.072% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	**Shares**: 0.10% (with a minimum of €120) **Convertible bonds**: 0.05% (with a minimum of €100) **Other bonds**: 0.035% (with a minimum of €100) **Monetary instruments**: 0.0120% (with a minimum of €100) **Swaps**: 0.010% (with a minimum of €150 and a maximum of €600) **Forward exchange**: 0.010% (with a minimum of €75 and a maximum of €300) **Spot exchange**: 0.010% (with a minimum of €25 and a maximum of €100) **UCI**: €15 **Futures**: €1 **Options:** €1
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company’s own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.

The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.

Information on the remuneration generated by temporary securities purchase and sale transactions:
The sub-fund's counterparty with respect to transactions for the temporary purchase and sale of securities is one or more credit institutions whose head office or branch is located in a country of the European Union. The counterparties will act independently of the fund. No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.

Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).

Choice of intermediaries:
The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest
The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.
The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.
Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.
Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Financial Bonds 2027

ISIN code:

DB EUR shares	FR001400L9C7
F shares	FR001400I1G0
IC CHF H shares	FR001400I0V1
IC EUR shares	FR001400I0X7
IC USD H shares	FR001400I0T5
ID EUR shares	FR001400I0R9
ID USD H shares	FR001400I0Q1
RC EUR shares	FR001400I1A3
RC USD H shares	FR001400I1C9
RD EUR shares	FR001400I1B1
RD USD H shares	FR001400IWK5
S EUR shares	FR001400I0S7
TC CHF H shares	FR001400I194
TC EUR shares	FR001400I1F2
TC USD H shares	FR001400I0W9
TD EUR shares	FR001400I1D7
TD USD H shares	FR001400I1E5
Z EUR shares	FR001400I0U3

Classification:
None

Management objective:
The sub-fund's objective is to achieve, over the recommended investment period from the sub-fund's launch date until 31 December 2027, a net return which exceeds the performance of the 2027 maturity-based bonds issued by French Government and denominated in EUR (OAT 2.75% at maturity on 25 October 2027 - ISIN code, FR0011317783)i.e. an actuarial rate of return of 2.9% as of 19 June 2023).

The net annualised performance objective is based on the achievement of market assumptions set by the management company. It is not a guarantee of Fund return or performance. Investors should note that the performance indicated in the management objective of the fund takes account of the estimate of the risk of default or downgrading of the rating of one or more issuers in the portfolio, the cost of currency hedging and the management fees payable to the management company.
Benchmark index:
The sub-fund has no benchmark indicator. It is actively managed and in a discretionary manner.

Investment strategy:
1. Strategy used
The investment strategy involves the discretionary management of a portfolio of bonds issued by private or public bodies.
The sub-fund may invest in securities with a maturity up to 30 June 2029, i.e. a maximum of one year from the maturity of the sub-fund. The maturity is calculated on the basis of the first early redemption date of the securities in the portfolio or at final maturity for securities that do not have an early redemption option. However, the portfolio's average maturity must not go beyond 31 December 2027.
Exposure ranges:
- up to 100% of the net assets in securities with a final maturity on or before 30 June 2029,
- up to 10% of net assets in dated securities with a maturity greater than 30 June 2029 but with a first early redemption date before 30 June 2029,
- up to 10% of the net assets in undated securities (perpetual bonds) but with an initial early redemption date before 30 June 2029.
The strategy is not limited to bond carrying. The management company may use arbitrage in the event of new market opportunities or an increased default risk of one of the issuers in the portfolio. The management of the sub-fund therefore relies primarily on the management team's in-depth knowledge of the selected companies' financial state and sovereign debt fundamentals.

This Sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).

In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The investment strategy takes extra-financial criteria into account without making them a commitment within the meaning of AMF position 2020-03.

Crédit Mutuel Asset Management applies the following to its entire range of mutual funds:

- a policy for monitoring controversies aimed at maintaining or excluding the securities concerned,
- a sectoral exclusion policy regarding controversial weapons, tobacco, coal and hydrocarbons.

These policies are available on the Crédit Mutuel Asset Management website.
Pre-contractual information on the environmental or social characteristics promoted by the UCI is available in the appendix.
Environmental, social and governance (ESG) criteria represent one element of the management, but their weight in the final decision is not defined upstream.

The financial analysis applies to issuers in the investment universe where the selection of securities and portfolio construction will be carried out on a discretionary basis according to an analysis of the issuers' financial statements, as well as the analysis of their solvency and liquidity situation, as well as related regulatory and sectoral changes. The monitoring of credit institutions and their solvency is subject to special monitoring using proprietary tools and particular attention is paid to the subordination ranking of securities that can be included in the portfolio.

In order to achieve the management objective, the portfolio is invested up to 100% of its net assets in fixed or variable rate bonds, other negotiable debt securities and money market instruments (Treasury bills, commercial paper, certificates of deposit) of all economic sectors, and more particularly 70 to 100% of its net assets in bonds of the financial sector (as defined by Bloomberg: Industry Sector, INDUSTRY_SECTOR (DS 199)). The portfolio may invest up to 20% of its net assets in sovereign bonds, depending on market opportunities.

During the period from the first subscription date until the minimum amount of assets under management reaches the level of 5 (five) million euros, the fund will be invested in money market securities.

The sub-fund invests up to a maximum of 100% of its net assets in issues with an Investment Grade rating (greater than or equal to BBB- at Standard & Poor's or Baa3 at Moody's) and/or up to a maximum of 50% of its net assets in High-Yield issues (of a speculative nature) or unrated issues (i.e. rating lower than BBB- or Baa3). The sub-fund may only invest in securities whose issuer is rated by an agency or by the management company via an internal analysis reviewed on an annual basis. The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.
Investment in convertible bonds is limited to maximum of 30% of net assets.
The sub-fund may invest up to 100% of its net assets in subordinated bonds with a maturity date ("dated bonds"). Undated subordinated securities ("perpetual") may not exceed 10% of the net assets. Contingent convertible bonds (CoCos) and preferred shares are authorised up to a cumulative overall limit of 10% of the net assets.
CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these convertible contingent bonds will be sought after in the management of the sub-fund due to their theoretical higher yield compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond or decision of the regulator in the event of the non-viability on the part of the credit institution).
Preferred shares are hybrid securities because they are equity instruments that typically pay a fixed or variable dividend (based on a reference rate plus an additional margin) and hold a preferential ranking within the issuing company's capital structure compared to the common shares of that same company. In general, holders of preferred shares do not have voting rights.

The manager invests in securities denominated in EUR and up to a maximum of 30% in securities denominated in USD and/or GBP. Insofar as the securities are not denominated in EUR, the exchange risk will be systematically hedged. There may however be a residual currency exchange risk due to imperfect hedging.

The sensitivity range for interest rates in which the fund is managed	From 0 to 5 (decreasing over time)
Geographical area of the issuers of securities to which the fund is exposed	Private and public issuers from OECD countries (all zones): 0 - 100% with at most 10% from emerging countries
Security denomination currencies in which the fund is invested	EURO: 70 to 100% – USD/GBP: 30% maximum
Level of exchange risk borne by the fund	Residual owing to imperfect hedging of currency positions

The sub-fund will preferably use derivative instruments on organised futures markets but reserves the right to enter into OTC contracts where these contracts are better suited to the management objective or offer lower trading costs. The sub-fund reserves the right to trade on all European and international futures markets. The manager may use financial instruments such as futures, forwards, options, interest rate swaps, foreign exchange swaps, forward exchange transactions, Credit Default Swaps (CDS on single underlying asset options and CDS on indices). They will mainly act with the aim of hedging and/or exposing the fund to interest rate and/or credit futures markets, and with the aim of hedging future exchange markets. The sub-fund may use Total Return Swaps (TRS) up to a maximum of 25% of the net assets. The expected proportion of assets under management that shall be subject to TRS may be 5% of the assets. The underlying assets may be corporate bonds, government bonds or bond indices.
The sub-fund's exposure to derivatives shall not exceed 100% of its net assets, without seeking overexposure.

As the fund approaches maturity and depending on the prevailing market conditions, the management company shall opt either to continue the investment strategy, merge with another UCITS or liquidate the fund, subject to the AMF's approval.

2. Assets (excluding embedded derivatives)

In order to achieve its management objective, the sub-fund will use different types of assets.

a) Equities: yes, up to 10% maximum of net assets

The sub-fund does not intend to hold shares. However, since the sub-fund may invest in bonds of any rank of subordination, in convertible bonds or in contingent convertible bonds, there exists a possibility that these instruments may be converted into shares on the initiative of the regulator or in the event, for example, of a fall in a solvency ratio beyond a generally contractually defined threshold.
If the bonds held in the portfolio are converted into shares, the sub-fund may temporarily hold shares and sell them as soon as possible in the best interests of the holders.
The shares can be of any market capitalisation and denominated in any currency.

b) Debt securities and money market instruments: yes

i. Negotiable debt securities: yes
ii. Bonds (fixed rate, floating rate, indexed): yes
iii. Treasury bills: yes
iv. Short-term negotiable securities: with the following characteristics:
- all economic sectors
- the selected securities will be invested in the public and/or private sector.

V. The sub-fund may also invest up to 100% of its net assets in sustainable finance instruments which include the following categories:
-Green bonds;
-Sustainability bonds;
-Social bonds;
- Sustainability-linked bonds. Investing in green bonds makes it possible to measure the impact of the environmental projects financed. The proportion of green bonds in the sub-fund may be variable and is not limited. It will depend on market trends and the size of the target market. The analysis of green bonds is carried out along three axes and in addition to the steps described above, namely:

1. Adherence to the four pillars of the “Green Bond Principles”
• Use of funds: the funds are to be used to finance or refinance green projects in line with the taxonomy defined by the GBPs and with the new European taxonomy;
• The project selection and evaluation process: precise selection and description of projects financed by the green bond, governance put in place around the selection, definition of environmental objectives and impact measurements linked to these projects.
• Fund management: detail of funds allocated by project, ability to monitor funds used with a rigorous process
• Transparency and reporting: the issuer must communicate at least annually and transparently on 2 points: the allocation of funds (funds allocated and activities financed) and the impact of the projects, i.e. the direct contribution to the environment such as the reduction of carbon emissions (impact report, objectives)

2. The issuer's energy transition strategy and status
• A cross-analysis is carried out with the fundamental analysis of the issuer described previously.

3. Analysis and measurement of the impact of funded projects
• special attention is paid to the choice of funded projects and their consistency with the issuer's more global energy transition strategy.

Green bond issuers will be subject to the same financial and non-financial analyses and must pass the exclusion phase (step 1) and the selective phase (step 2).

c) UCIs: The sub-fund may invest up to 10% of its assets in units or shares of UCIs established under French or foreign law. These UCIs may be managed by the management company of the sub-fund or an associated company.

3. Derivative instruments

The sub-fund may invest on a discretionary basis in futures traded on French and foreign regulated markets or OTC.
The sub-fund may trade in any futures or options as long as their underlying funds have a direct or correlated financial relationship with a portfolio asset, used for both hedging and exposure of the portfolio.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes (up to a maximum limit of 10%)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes (systematic for currency exchange)
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- futures: yes
- options (listed, OTC): yes
- swaps (interest rates, currencies): yes
- forward exchange: yes
- credit derivatives: yes, CDS (on single underlying assets and on indices)
- Total Return Swaps (TRS): yes (up to 25% of the net assets). The expected proportion of assets under management that will be subject to TRS may represent up to 5% of the net assets.
- CDS options: yes (up to 15% of the net assets)

The derivative instruments listed above are not subject to the same non-financial analysis process as the securities described in the investment strategy.

4. Securities with embedded derivatives

Risks on which the manager seeks to act:
- equities: yes
- interest rates: yes
- foreign exchange: no
- credit: yes
- indices: yes (interest rate and credit)

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- Convertible bonds, within a limit of 30% of net assets
- Contingent convertible bonds ("CoCos") and preferred shares, (up to 10% of the net assets)
- Warrants
- EMTN
- Callable interest rate products - Puttable interest rate products

5- Deposits

The fund reserves the right to make deposits of up to 10% of net assets in order to manage its cash flow.

6- Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets

7. Temporary securities purchase and sale transactions yes

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing). Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• **Nature of activities**: Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• Nature of transactions used: These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• Envisaged level of use: Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• Information on the use of temporary sales and acquisitions of securities: The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• Remuneration: Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• Selection of counterparties: The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash. Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code. Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:

- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:

- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market). Margin calls will be made on a daily basis. The guarantees received by the fund will be kept by the fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

Risk of capital loss:

Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

ESG investment risk: The fund uses ESG criteria and may underperform the market in general or other funds that do not use ESG criteria when selecting investments. ESG investments are selected, or excluded on the basis of financial and non-financial criteria. The fund may sell a security due to ESG reasons, rather than for purely financial considerations.

Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Discretionary risk:

The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

Exchange rate risk:

The fund may invest in transferable securities denominated in currencies other than the reference currency.

The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Risk arising from techniques such as derivatives:

risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Interest rate risk:

This is the risk that interest rate instruments in the portfolio will fall due to fluctuations in interest rates. When interest rates rise (positive sensitivity) or when they fall (when sensitivity is negative), the net asset value of the fund may fall.

This risk is measured by the sensitivity which reflects the impact that a 1% change in interest rates may have on the net asset value of the Fund.

Credit risk: Credit risk may arise from a downgrading of the credit rating of an issuer of debt securities or the default of an issuer. If an issuer’s credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the Fund to fall.

Default risk relating to issuers of debt securities:

The default risk is the risk related to solvency of the entity which issued the securities. This risk is even greater should the fund invest in speculative or unrated securities which could lead to an increased level of risk of the net asset value of the fund decreasing and a loss of capital.

Risk associated with investments in "high-yield" securities (known as speculative securities):

This fund should be considered speculative. It is aimed specifically at investors who are aware of the risks inherent to investing in securities with a low or non-existent rating.

These speculative securities are classed as speculative and have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Risk arising from investments in emerging markets:

The sub-fund may be exposed to emerging markets. Investing in these markets involves an increased risk, given the political and economic context of these markets, which could weigh upon the value of sub-fund's investments. Operating and supervisory conditions in emerging markets may differ from the prevailing standards on major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the sub-fund's portfolio. This may result in a decrease in the net asset value of the sub-fund.

Counterparty risk: Counterparty risk arises from entering into contracts in financial futures traded on OTC markets, and from temporary purchases/sales of securities and/or total return swaps (TRS). This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the net asset value.

Potential risk of a conflict of interests:

This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Liquidity risk: This refers to the risk when trading volumes are low or in the event of volatility on a particular market, this financial market cannot absorb the volumes of sales (or purchases) without significantly lowering (or raising) asset prices. This may result in a fall in the fund's net asset value.

Risk relating to subordinated debt securities:

The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Risk associated with holding convertible bonds:

The value of convertible bonds depends on a number of factors: level of interest rate, credit, change of price of the underlying shares, change of price of the derivative integrated into the convertible bond. If the underlying equities of convertible bonds and similar – equities held directly or the indices to which the fund is exposed – fall, the net asset value of the fund may fall.

Risk related to contingent convertibles:

CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold.

The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent.

CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest.

The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:

- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints.
- the capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Moreover, the subordinated creditor will be repaid after ordinary creditors, but before shareholders.
- call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority.
- valuation/return: The attractive yield of these securities can be considered a complexity premium.

Liquidity risk associated with the temporary purchase and sale of securities and/or total return swaps (TRS): The Fund may be exposed to trading difficulties or a temporary lack of trading in certain securities in which the Fund is invested or those received as collateral in the event of default by a counterparty of temporary purchase and sale of securities and/or total return swaps (TRS).

Target subscribers:

DB EUR shares	All subscribers with their residence in Belgium, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
F shares	Reserved for funds managed by companies in the La Française Group
IC CHF H shares	Reserved for professional clients within the meaning of MiFID.
IC EUR shares	Reserved for professional clients within the meaning of MiFID.
IC USD H shares	Reserved for professional clients within the meaning of MiFID.
ID EUR shares	Reserved for professional clients within the meaning of MiFID.
ID USD H shares	Reserved for professional clients within the meaning of MiFID.
RC EUR shares	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.
RC USD H shares	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.
RD EUR shares	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.
RD USD H shares	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services.
S EUR shares	Reserved for the Caisse Fédérale du Crédit Mutuel Nord Europe and companies in La Française Group and for funds managed by Crédit Mutuel Asset Management
TC CHF H shares	All investors without payment of retrocession fees to distributors.
TC EUR shares	All investors without payment of retrocession fees to distributors.
TC USD H	All investors without payment of retrocession fees to distributors.

shares		
TD EUR shares		All investors without payment of retrocession fees to distributors.
TD USD H shares		All investors without payment of retrocession fees to distributors.
Z EUR shares		Institutional Investors

Investors who subscribe to this sub-fund are looking for a diversified bond investment for a recommended investment period of up to 31 December 2027 through an investment process that first filters issuers according to ESG criteria.

Investors are informed that their main interest is to hold their investment until 31 December 2027 in order to benefit from the best conditions regarding the actuarial yield offered by the sub-fund.

How to subscribe to T shares:

Subscriptions to T shares (net shares) are reserved:

- for investors subscribing through distributors or intermediaries:
  - subject to national legislation prohibiting all retrocession fees to distributors
  - providing:
    o independent advice within the meaning of European regulation MiFID II,
    o individual portfolio management under mandate
- for funds of funds

US investors

The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).

The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The fund may be used as a vehicle for unit-linked life insurance policies.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Recommended investment period:

until 31 December 2027. Investors are informed that their main interest is to hold their investment until 31 December 2027 in order to benefit from the best conditions regarding the actuarial yield offered by the fund.

Methods of determining and allocating distributable amounts:

DB EUR shares	Capitalisation and/or distribution and/or carry forward
F shares	Capitalisation and/or distribution and/or carry forward
IC CHF H shares	Capitalisation
IC EUR shares	Capitalisation
IC USD H shares	Capitalisation
ID EUR shares	Capitalisation and/or distribution and/or carry forward
ID USD H shares	Capitalisation and/or distribution and/or carry forward
RC EUR shares	Capitalisation
RC USD H shares	Capitalisation
RD EUR shares	Capitalisation and/or distribution and/or carry forward
RD USD H shares	Capitalisation and/or distribution and/or carry forward
S EUR shares	Capitalisation
TC CHF H shares	Capitalisation

TC EUR shares	Capitalisation
TC USD H shares	Capitalisation
TD EUR shares	Capitalisation and/or distribution and/or carry forward
TD USD H shares	Capitalisation and/or distribution and/or carry forward
Z EUR shares	Capitalisation

The distributable amounts consist of:
1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;
2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.
R D, I D, T D and DB shares : The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.
The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.
The management company does not intend to pay interim dividends. Distribution is carried out on an annual basis.
R C, I C, TC, S and Z shares: the distributable amounts are fully capitalised.

Accounting currency:
EUR

Subscription and redemption terms:
- **Bearer shares to be registered or already registered in Euroclear: all shares**
Subscription requests (in value or thousandths of shares) and redemption requests (in thousandths of shares) are processed by La Française AM Finance Services on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.
- Registered shares to be listed or already listed in the IZNES Electronic Share Registration System (DEEP):
R C EUR shares (FR001400I1A3), R D EUR shares (FR001400I1B1), T C EUR shares (FR001400I1F2), T D EUR shares (FR001400I1D7)
Subscription requests (as a specified amount or in thousandths of shares) and redemption requests (in thousandths of shares) are processed by IZNES on each net asset value calculation day at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the next net asset value (i.e. unknown at the time of execution).
Payments relating thereto are made on the second trading day following the processing date.

Switching from one share class to another is considered a transfer of securities. Investors should therefore note that this transaction is subject to the taxation rules covering capital gains or losses on financial instruments.
Each share can be divided into thousandths of a share.

The orders shall be carried out according to the table below:

Processing of subscription orders	Processing of redemption orders	Order fulfilment at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

DB EUR shares	None
F shares	None
IC CHF H shares	CHF 100,000.00
IC EUR shares	EUR 100,000.00
IC USD H shares	USD 100,000.00
ID EUR shares	EUR 100,000.00
ID USD H shares	USD 100,000.00
RC EUR shares	None
RC USD H shares	None
RD EUR shares	None
RD USD H shares	None
S EUR shares	EUR 10,000,000.00
TC CHF H shares	None

TC EUR shares	None
TC USD H shares	None
TD EUR shares	None
TD USD H shares	None
Z EUR shares	EUR 40,000,000.00

Minimum value of subsequent subscriptions:

DB EUR shares	None
F shares	None
IC CHF H shares	None
IC EUR shares	None
IC USD H shares	None
ID EUR shares	None
ID USD H shares	None
RC EUR shares	None
RC USD H shares	None
RD EUR shares	None
RD USD H shares	None
S EUR shares	None
TC CHF H shares	None
TC EUR shares	None
TC USD H shares	None
TD EUR shares	None
TD USD H shares	None
Z EUR shares	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

Original net asset value:

DB EUR shares	EUR 100.00
F shares	EUR 100.00
IC CHF H shares	CHF 1,000.00
IC EUR shares	EUR 1,000.00
IC USD H shares	USD 1,000.00
ID EUR shares	EUR 1,000.00
ID USD H shares	USD 1,000.00
RC EUR shares	EUR 100.00
RC USD H shares	USD 100.00
RD EUR shares	EUR 100.00
RD USD H shares	USD 100.00
S EUR shares	EUR 1,000.00
TC CHF H shares	CHF 100.00
TC EUR shares	EUR 100.00
TC USD H shares	USD 100.00
TD EUR shares	EUR 100.00
TD USD H shares	USD 100.00
Z EUR shares	EUR 1,000.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor,	Base	Rate/scale

levied at the time of subscription and redemption		
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**DB EUR shares:** 3.00% maximum **F shares :** 3.00% maximum **IC CHF H shares:** 3.00% maximum **IC EUR shares:** 3.00% maximum **IC USD H shares:** 3.00% maximum **ID EUR shares:** 3.00% maximum **ID USD H shares:** 3.00% maximum **RC EUR shares:** 3.00% maximum **RC USD H shares:** 3.00% maximum **RD EUR shares:** 3.00% maximum **RD USD H shares:** 3.00% maximum **S EUR shares:** 3.00% maximum **TC CHF H shares:** 3.00% maximum **TC EUR shares:** 3.00% maximum **TC USD H shares:** 3.00% maximum **TD EUR shares:** 3.00% maximum **TD USD H shares:** 3.00% maximum **Z EUR shares:** 3.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**DB EUR shares:** None **F shares :** None **IC CHF H shares:** None **IC EUR shares:** None **IC USD H shares:** None **ID EUR shares:** None **ID USD H shares:** None **RC EUR shares:** None **RC USD H shares:** None **RD EUR shares:** None **RD USD H shares:** None **S EUR shares:** None **TC CHF H shares:** None **TC EUR shares:** None **TC USD H shares:** None **TD EUR shares:** None **TD USD H shares:** None **Z EUR shares:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**DB EUR shares:** None **F shares :** None **IC CHF H shares:** None **IC EUR shares:** None **IC USD H shares:** None **ID EUR shares:** None **ID USD H shares:** None **RC EUR shares:** None **RC USD H shares:** None **RD EUR shares:** None **RD USD H shares:** None **S EUR shares:** None **TC CHF H shares:** None **TC EUR shares:** None **TC USD H shares:** None **TD EUR shares:** None **TD USD H shares:** None **Z EUR shares:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**DB EUR shares:** None **F shares :** None **IC CHF H shares:** None **IC EUR shares:** None **IC USD H shares:** None **ID EUR shares:** None **ID USD H shares:** None **RC EUR shares:** None **RC USD H shares:** None **RD EUR shares:** None **RD USD H shares:** None **S EUR shares:** None **TC CHF H shares:** None **TC EUR shares:** None **TC USD H shares:** None **TD EUR shares:** None **TD USD H shares:** None

		Z EUR shares: None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**S and Z shares:** 0.35% maximum rate (including tax) **F shares**: 0% **R and DB shares**: 1.19% maximum rate (including tax) **I and T shares**: 0.59% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	All shares:0.072% maximum rate (including tax)
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	**Shares**: 0.10% (with a minimum of €120) **Convertible bonds**: 0.05% (with a minimum of €100) **Other bonds**: 0.035% (with a minimum of €100) **Monetary instruments**: 0.0120% (with a minimum of €100) **Swaps**: 0.010% (with a minimum of €150 and a maximum of €600) **Forward exchange**: 0.010% (with a minimum of €75 and a maximum of €300) **Spot exchange**: 0.010% (with a minimum of €25 and a maximum of €100) **UCI**: €15 **Futures**: €1 **Options:** €1
5	Outperformance fee	Net assets	None

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).
Information concerning these fees is also laid out, ex post, in the UCITS's annual report.

Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, shareholders may refer to the sub-fund's annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.

The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.

Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

La Française Flexible Financial Bonds

ISIN code:

R C EUR share	FR0013301082
R C USD H share	FR0013251071
R D USD H share	FR0013393857
T C USD H share	FR0013393865
TC EUR share	FR0013292224
I share	FR0013175221

Classification:
None

Management objective:
The sub-fund's objective is to achieve a performance net of fees higher than that of the following composite benchmark: 75% Bloomberg EuroAgg Financials Total Return Index Value Unhedged EUR (LEEFTREU Index) + 25% ICE BofA Euro Financial High Yield Index (HEB0), over a recommended investment horizon of three years, with exposure in particular to filtered financial sector debt securities.

Benchmark index:
The sub-fund is neither an index fund nor an index benchmark but, for post-hoc comparison purposes, the shareholder can refer to the following composite benchmark index: 75% Bloomberg EuroAgg Financials Total Return Index Value Unhedged EUR (LEEFTREU Index) + 25% ICE BofA Euro Financial High Yield Index (HEB0).

Bloomberg EuroAgg Financials Total Return Index Value Unhedged EUR	The Bloomberg EuroAgg Financials Total Return Index Value Unhedged EUR is a benchmark index that measures the market for fixed-rate bonds with investment grade ratings, denominated in euros and classified in the “financial” category. Bloomberg code: LEEFTREU Index administrator: Bloomberg As at the date of the latest update to this prospectus, the administrator is no longer listed in the register of administrators and benchmark indices managed by the ESMA. Further information on the benchmark index is available on the administrator's website: www.bloomberg.com/professional/product/indices.
ICE BofA Euro Financial High Yield Index	The ICE BofA Euro Financial High Yield Index is part of the subset of the ICE BofA Euro High Yield Index comprising all securities of financial issuers. The ICE BofA Euro High Yield Index tracks the performance of corporate debt securities denominated in euros and rated below investment grade securities issued publicly on the domestic Euro markets. Eligible securities must have a rating below investment grade (based on an average of Moody’s, S&P and Fitch) and have a final maturity of at least 18 months at the time of issue. In addition, eligible securities must have a residual maturity of at least one year, a fixed coupon and a minimum outstanding amount of €250 million. Bloomberg code: HEB0 Index administrator: ICE Data Services Further information on the benchmark index is available on the administrator's website: https://www.ice.com/fixed-income-data-services/index-solutions.

The Sub-fund’s benchmark does not assess or include environmental and/or social characteristics in its components.

Investment strategy:

1- Strategy used

The sub-fund's investment strategy involves the discretionary management of a portfolio of senior and subordinated debt instruments issued mainly by financial institutions and of conventional negotiable bonds and debt securities.

The initial investment universe of the sub-fund is constructed from issuers belonging to the following indices:
- Bloomberg EuroAgg Financials Total Return Index Value Unhedged EUR (LEEFTREU);
- ICE BofA Euro Financial High Yield Index (HEB0);
- ICE BofA Global Financial Services Index (GFFS);
- ICE BOFA Fixed Rate Preferred Securities (P0P1 Index);
- JP Morgan Hedged Eur Unit GBI Global (JHUCGBIG Index).

Securities are selected within this universe but may also be selected outside this universe.

This Sub-fund promotes environmental, social and governance (ESG) criteria within the meaning of Article 8 of Regulation (EU) 2019/2088 known as the Sustainable Finance Disclosure (SFDR).
In its investment decisions, the management team endeavours to take into account the criteria of the European Union in terms of economic activities considered sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the currently available issuer data, the minimum percentage of alignment with the European Union Taxonomy is 0%.

The “do no significant harm” principle applies only to those investments underlying the financial product that take into account the EU criteria for environmentally sustainable economic activities. The investments underlying the remaining portion of this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The investment strategy takes extra-financial criteria into account without making them a commitment within the meaning of AMF position 2020-03.

Crédit Mutuel Asset Management applies the following to its entire range of mutual funds:

- a policy for monitoring controversies aimed at maintaining or excluding the securities concerned,
- a sectoral exclusion policy regarding controversial weapons, tobacco, coal and hydrocarbons.

These policies are available on the Crédit Mutuel Asset Management website.
Pre-contractual information on the environmental or social characteristics promoted by the UCI is available in the appendix.
Environmental, social and governance (ESG) criteria represent one element of the management, but their weight in the final decision is not defined upstream.

Financial analysis:

The financial analysis applies to issuers in the investment universe where the selection of securities and portfolio construction will be carried out on a discretionary basis according to an analysis of the issuers' financial statements, as well as the analysis of their solvency and liquidity situation, as well as related regulatory and sectoral changes. The monitoring of credit institutions and their solvency is subject to special monitoring using proprietary tools and particular attention is paid to the subordination ranking of securities that can be included in the portfolio.
In order to achieve the management objective, the Sub-fund may invest up to 100% of its net assets in issues rated "investment grade" (rating of at least BBB- by Standard & Poor's or Fitch, or Baa3 by Moody's) and/or "high-yield" (rating below BBB- or Baa3) and/or considered equivalent according to the analysis of the management company.
It should be noted that issues with a rating of CCC or lower will be prohibited for purchase but the sub-fund may hold up to 5% of the net assets in issues with a rating CCC (by Standard & Poor’s or Fitch or Caa2 by Moody’s) or deemed equivalent in the event of a downgrade of the issue’s rating.
The management company shall not exclusively or automatically rely on external ratings but may, upon the issuance of such a rating, take it into consideration for its credit analysis.

Furthermore, as part of an active management strategy, the sub-fund aims to take advantage of existing opportunities within an investment universe consisting primarily of senior debt, Restricted Tier 1 debt, Corporate Hybrid debt, Additional Tier 1 bonds, Tier 2 bonds and contingent convertible bonds ("CoCos") up to 20% of net assets for CoCos.
CoCos are more speculative in nature and have a higher risk of default than a conventional bond, but these convertible contingent bonds will be sought after in the management of the sub-fund due to their theoretical higher yield compared to a conventional bond. The purpose of this remuneration is to compensate for the fact that these securities can be converted into equity (shares) or suffer a capital loss in the event that the contingency clauses are triggered by the financial institution concerned (exceedance of a capital threshold predetermined in the prospectus of the subordinated bond).
The manager may invest in securities denominated in currencies other than the euro (GBP and USD), but will always hedge against currency risk. There may however be a residual currency exchange risk due to imperfect hedging.

The selection of securities is based on the quality of the issuers and the evaluation of the technical characteristics of the bonds. To evaluate the quality of the issuers, the manager shall be particularly attentive to the quality and composition of assets, financing and solvency. The assessment of the technical characteristics of the bonds depends on the rank of subordinations, the structure of the coupons, the recall dates and the liquidity of the latter.

The sensitivity range for interest rates in which the fund is managed	0 to +8
Geographical area of the issuers of securities to which the fund is exposed	Private issuers from OECD countries: 70-100%; Private issuers from non-OECD countries : 0-10%; Public issuers from OECD and non-OECD countries (including emerging countries): 0-20%
Security denomination currencies in which the fund is invested	EUR, GBP and USD
Level of exchange risk borne by the	residual due to imperfect hedging

fund	

2 - Assets (excluding embedded derivatives)

a. Shares

The sub-fund cannot purchase shares directly, but it may be exposed to equity risk indirectly through the holding of convertible bonds and/or contingent convertible bonds (CoCos) up to a maximum of 10%, and may be directly invested in shares up to 5% of net assets, but only in the case of a bond restructuring – whether standard or convertible – by the issuer.
The equities shall present following characteristics:
- all capitalisations;
- all economic sectors;
- denominated in EUR, USD or GBP;
- in all geographical areas.

The sub-fund may invest in preferred shares. Preferred shares are hybrid securities because they are equity securities that generally pay a fixed-rate dividend and have a preferential ranking in the capital structure of the issuing company, as compared to the ordinary shares of the same company. In general, holders of preferred shares do not have voting rights.
Exposure of the portfolio to equity risk shall be limited to maximum 10% of the net assets.

b. Debt securities and money market instruments

The sub-fund may invest up to 100% of its assets in fixed or floating rate bonds, subordinated bonds (including a maximum of 20% of net assets in contingent convertible bonds), other negotiable debt securities and money market instruments (such as Treasury bills, commercial paper and certificates of deposit) from all economic sectors (with at least 70% of net assets in the financial sector as defined by Bloomberg: Industry Sector, INDUSTRY_SECTOR (DS 199), and with an "investment grade" rating (rating of at least BBB- by Standard & Poor's or Fitch, or Baa3 by Moody’s) and/or "high-yield" (rating below BBB- or Baa3) and/or considered equivalent according to the analysis of the management company.
It should be noted that issues with a rating of CCC or lower will be prohibited for purchase but the sub-fund may hold up to 5% of the net assets in issues with a rating CCC or lower (by Standard & Poor’s or Fitch or Caa2 by Moody’s) or deemed equivalent in the event of a downgrade of the issue’s rating.

In addition, the sub-fund may invest up to 20% in sovereign bonds, depending on market opportunities.

c. UCITS

The sub-fund may invest up to 10% of its assets in units or shares of UCITS under French or foreign law.
These UCITS will be used to manage cash flow and/or to achieve the management objective.
These UCITS may be managed by the management company or an associated company, as applicable.

3- Derivative instruments

The sub-fund may invest in futures traded on French and foreign regulated markets or OTC.

In this context, the manager may take positions with a view to hedging and/or exposing the portfolio to market risks such as interest rate, credit, index and/or equity (the exposure to equities is limited to 10% of the net assets) via futures, options, swaps and CDS options (within the limit of 15% of the net assets).
The sub-fund may use total return swaps (TRS) up to a limit of 25% of the net assets. The expected proportion of assets under management that will be subject to TRS may represent up to 5% of the net assets.

Nature of the markets used:
- regulated: yes
- organised: yes
- OTC: yes

Risks on which the manager seeks to act:
- equities: yes (up to 10% of the net assets)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:
- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:
- futures: yes
- options: yes
- swaps (interest rates, currencies): yes
- Total Return Swaps: yes (up to 25% of the net assets). The expected proportion of assets under management that shall be subject to TRS may represent 5% of the net assets.
- forward exchange: yes
- credit derivatives: yes, CDS (single name, indexed)
- CDS options: yes (up to 15% of the net assets)

The consolidated exposure to the interest rate and credit market, including the exposure induced by the use of derivatives, will maintain the sensitivity of the portfolio in a range between 0 and 8.

The overexposure by derivative financial instruments will not exceed 400% of the net assets.

4- Securities with embedded derivatives

Risks on which the manager seeks to act:

- equities: yes (up to 10% of the net assets)
- interest rates: yes
- foreign exchange: yes
- credit: yes
- indices: yes

Nature of activities:

- hedging: yes
- exposure: yes
- arbitrage: no

Nature of the instruments used:

- Convertible bonds (up to 30% of the net assets)
- Contingent convertible bonds ("CoCos") (up to 20% of net assets)
- Warrants
- EMTN
- Share warrants
- Callables

5- Deposits

The fund reserves the right to make deposits of up to 10% of net assets in order to manage its cash flow.

6- Cash borrowings

The fund reserves the right to temporarily borrow cash up to a limit of 10% of its net assets

7- Temporary securities purchase and sale transactions

The sub-fund may also engage in transactions for the temporary purchase and sale of securities in order to (i) ensure the investment of the liquid assets available (e.g. reverse repurchase/repurchase transactions), (ii) optimise the performance of the portfolio (e.g. securities lending/borrowing).

Securities lending and/or reverse repo counterparties are subject to ESG analysis during the eligibility review of the management company's financial intermediaries.

• **Type of activities:** Transactions for the temporary purchase or sale of securities shall be carried out in accordance with the Monetary and Financial Code. They shall be carried out within the framework of cash flow management and/or the optimisation of UCI income. Under no circumstances shall these strategies aim to create or result in the creation of a leverage effect.

• **Nature of transactions used:**These operations will consist of securities lending and borrowing and/or in repurchase and reverse repurchase agreements with reference to the French Monetary and Financial Code. The assets that may be the subject of such transactions will be those described in section “2. Assets (excluding embedded derivatives)" of this prospectus.

• **Envisaged level of use:** Transactions for the temporary sale of securities (securities lending, repurchase transactions) may be carried out up to an amount equivalent to a maximum of 60% of the UCI's net assets, while transactions for the temporary purchase of securities (securities borrowing, reverse repurchase agreements) may be carried out up to an amount equivalent to a maximum of 10% of the UCI's net assets. The expected proportion of assets under management that will be involved in such transactions may represent 25% of the UCI's net assets.

• **Information on the use of temporary sales and acquisitions of securities:** The purpose of the use of temporary securities acquisitions and disposals is in particular to provide the UCITS with an additional return and therefore to contribute to its performance. In addition, the UCITS may enter into reverse repurchase agreements for the replacement of financial guarantees in cash and/or repurchase agreements to meet liquidity needs. Temporary purchases and sales of securities will be guaranteed in accordance with the principles described in section 8 below “contracts constituting financial guarantees”.

• **Remuneration:**Information relating to the remuneration of these transactions is provided in the “Fees and commissions” section.

• **Selection of counterparties:**The management company follows a specific selection process for financial intermediaries, also used for intermediaries designated for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS). These intermediaries are selected on the basis of the liquidity that they offer as well as their speed, reliability and quality with regard to how they process transactions. At the end of this rigorous and regulated process, subject to a rating, the counterparties selected for transactions for the temporary purchase or sale of securities and/or certain derivatives such as total return swaps (TRS) are credit institutions or other entities authorised by the management company and respecting the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

8. Contracts constituting financial guarantees

In connection with the conclusion of financial contracts and/or securities financing transactions, the UCI may receive/remit financial guarantees in the form of full ownership transfer of securities and/or of cash.

Securities received as collateral must meet the criteria set by regulations and must be granted by credit institutions or other entities that meet the criteria of legal form, country and other financial criteria set out in the French Monetary and Financial Code.

Financial guarantees received must be able to be fully enforced by the UCI at any time and without consulting or obtaining the approval of the counterparty. The level of financial guarantees and the discount policy are set by the eligibility policy for financial guarantees of the Management Company in accordance with the regulations in force and cover the categories below:

- financial guarantees in cash;
- financial guarantees in debt securities or in equity securities according to a precise nomenclature.

The eligibility policy for financial guarantees explicitly defines the required level of guarantee and the discounts applied for each financial guarantee according to rules that depend on their specific characteristics. It also specifies, in accordance with the regulations in force, rules for risk diversification, correlation, valuation, credit quality and regular stress tests on the liquidity of guarantees.

In the event that financial guarantees in cash are received, these may, under conditions set by regulation, only be:

- placed in deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money market undertakings for collective investment (UCIs).

Financial guarantees other than received cash may not be sold, reinvested or used as collateral; The management company will, in accordance with the valuation rules provided for in this prospectus, carry out a daily valuation of the guarantees received on a market price basis (mark-to-market).

Margin calls will be made on a daily basis. The guarantees received by the mutual fund will be kept by the mutual fund's depositary or, failing that, by any third-party depositary subject to prudential supervision and which has no connection with the provider of the guarantee. The risks associated with securities financing transactions, financial contracts and the management of inherent collateral are described in the risk profile section.

Risk profile:

"Your money will be invested in financial instruments selected by the management company. These instruments will be exposed to market trends and risks".

The risks described below are not exhaustive: investors should analyse the risks inherent to each investment and make their own decisions. Through the fund, subscribers are exposed to the following risks:

Risk of capital loss:
Investors are advised that their capital is not guaranteed and may therefore not be returned to them.

Sustainability risk: This is the risk associated with an environmental, social or governance event or situation which, if it were to occur, could have a significant actual or potential negative impact on the value of the investment.

Discretionary risk:
The discretionary management style applied to the mutual fund is based on the selection of portfolio assets and/or market expectations. There is a risk that the mutual fund may not be invested in the best-performing assets or markets at all times. The fund's performance may therefore be lower than the management objective. In addition, the net asset value of the fund may have a negative performance.

Credit risk: Credit risk may arise from a downgrading of the credit rating of an issuer of debt securities or the default of an issuer. If an issuer's credit rating is downgraded, the value of its assets falls. Accordingly, this may cause the net asset value of the Fund to fall.

Risk related to contingent convertibles:
CoCos are hybrid securities, whose main objective is to enable recapitalisation of the issuing bank or financial institution, during a financial crisis. Indeed, these securities have loss-absorption mechanisms, as described in their issue prospectuses, that are activated generally when the issuer's equity ratio falls below a certain trigger threshold.
The trigger is first of all mechanical: it is generally based on the CET1 ("Common Equity Tier 1") accounting ratio, relative to risk-weighted assets. To offset the discrepancy between book values and the financial reality, there is a discretionary clause allowing the supervisor to invoke the loss absorption mechanism if he/she considers that the issuing institution is insolvent.
CoCos are therefore subject to specific risks, in particular subordination to specific trigger criteria (e.g. a decline in the equity ratio), conversion into shares, loss of capital or non-payment of interest.
The use of subordinated bonds, particularly so-called Additional Tier 1 bonds, exposes the fund to the following risks:
- triggering of contingent clauses: if an equity threshold is crossed, these bonds are either exchanged for shares or undergo a capital reduction, potentially to 0.
- cancellation of the coupon: Coupon payments on these types of instruments are entirely discretionary and may be cancelled by the issuer at any time, for any reason, and without time constraints.
- the capital structure: unlike traditional, secured debt, investors in this type of instrument may incur a capital loss without prior bankruptcy of the company. Moreover, the subordinated creditor will be repaid after ordinary creditors, but before shareholders.
- call for extension: These instruments are issued as perpetual instruments, callable at pre-determined levels only with the approval of the competent authority.
- valuation/return: The attractive yield of these securities can be considered a complexity premium.

Equity risk associated with holding convertible bonds:
The Fund may be exposed up to 100% in convertible bonds. The value of convertible bonds depends to some extent on the evolution of the prices of their underlying equities. Changes in the underlying equities may lead to a fall in the fund's net asset value.
Exposure to equity risk shall be limited to maximum of 10% of the net assets.

Liquidity risk: This refers to the risk when trading volumes are low or in the event of volatility on a particular market, this financial market cannot absorb the volumes of sales (or purchases) without significantly lowering (or raising) asset prices. This may result in a fall in the fund's net asset value.

Risk arising from techniques such as derivatives:
risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Interest rate risk:
This is the risk of a decrease in interest rate instruments due to interest rate fluctuations, which may cause a decline in the net asset value of the Fund.

Exchange rate risk:
The fund may invest in transferable securities denominated in currencies other than the reference currency.
The manager will systematically hedge the currency risk. There may however be a residual currency exchange risk due to imperfect hedging. The net asset value of the fund may fall as a consequence.

Risk arising from overexposure:
The Fund may use financial futures (derivatives) to generate overexposure and thus increase the Fund's overall exposure to a maximum of 400%. Depending on the direction of the Fund's transactions, the effect of the fall (in the case of purchase of exposure) may be amplified and therefore increase the fall of the net asset value of the Fund.

Volatility risk:
It is the risk of a fall in the net asset value brought about by a rise or fall in volatility which is decorrelated from the performances of traditional markets in dynamic securities. In case of an adverse movement in the volatility on the strategies implemented, the net asset value will suffer a fall.
If the fund has taken a buying position and the implicit volatility falls, the net asset value of the fund will fall.
If the fund has taken a selling position and the implicit volatility rises, the net asset value of the fund will fall.

Risk associated with investments in "speculative" securities:
This fund may be exposed to “speculative” securities. These securities have a higher risk of default; they are likely to suffer higher and/or more frequent variations in valuations and are not always sufficiently liquid to be sold at all times at the best price. The value of the fund unit may therefore be lower when the value of these securities in the portfolio falls.

Risk associated with investing in non-OECD countries (emerging markets):
The fund may be exposed up to 10% in non-OECD countries. Market risks are amplified by possible investments in non-OECD countries where market movements, upward or downward, may be stronger and faster than in major international markets.
Investing in non-OECD countries involves a high degree of risk due to the political and economic situation of these markets, which may affect the value of the fund's investments. Their operational and supervisory conditions may differ from the standards prevailing on the major international markets. In addition, investment on these markets involves risks linked to restrictions imposed on foreign investments, counterparties, increased market volatility, delays in settlements/deliveries and the limited liquidity of certain lines in the fund's portfolio. The net asset value of the mutual fund may fall as a consequence.

Counterparty risk:Counterparty risk arises from entering into financial forward contracts traded OTC and from temporary securities purchase and sale transactions: This is the risk that a counterparty may default on payment. The defaulting of the payment of a counterparty may therefore lead to a decrease in the fund's net asset value.

Risks associated with preferred shares:
The fund may invest in preferred shares. These are hybrid capital securities which combine the characteristics of common shares and fixed-income debt securities. They do not offer an exchange option into shares, and their value is not linked to the valuation of the shares.
The returns on preferred shares are set by a dividend rate similar to an interest rate on bonds. Similar to bonds, the market value of preferred shares increases when interest rates fall and vice versa.
A holder of preferred shares does not take part in shareholders meetings.

Potential risk of a conflict of interest:
This risk relates to the completion of temporary purchases and sales of securities transactions, during which the fund uses an entity as counterparty and/or financial intermediary that is linked to the group to which the fund's management company belongs.

Legal risk:
The recourse to the purchase and/or sale transactions of securities and/or total return swaps (TRS) may result in legal risks, in particular relating to contracts.

Risk arising from techniques such as derivatives:
risk of increased losses owing to the use of financial futures such as OTC financial agreements and/or futures contracts.

Credit risk relating to issuers of debt securities:
These risks may arise from a downgrading of the credit rating of an issuer of debt securities. If an issuer’s credit rating is downgraded, the value of its assets falls. Consequently, this may cause the net asset value of the Sub-Fund to fall.

Risk relating to subordinated debt securities:
The investment universe of the fund includes subordinated bonds. These debt securities have a specific risk profile that differs from that of conventional bonds. Note that a debt is termed subordinated when its repayment is dependent on the initial repayment of other creditors (preferential creditors, unsecured creditors). Thus, the subordinated creditor will be repaid after ordinary creditors, but before shareholders. The interest rate on this type of debt will be higher than the interest on other receivables. In the event that one or more clauses provided in the issue documentation of these subordinated debt securities is triggered and, more generally, if a credit event affects the issuer in question, there is a risk of a fall in the net asset value of the fund. The use of subordinated bonds may expose the fund to the risks of coupon cancellation or deferral (at the issuer's sole discretion), redemption date uncertainty or valuation/performance (as the attractive yield of these securities may be considered to be a complexity premium).

Liquidity risk associated with the temporary purchase and sale of securities and/or total return swaps (TRS):
Temporary securities purchase and sale transactions and total return swaps (TRS) are liable to create risks for the sub-fund, such as a counterparty risk as defined above. The management of collateral is likely to create risks for the sub-fund such as liquidity risk (i.e. the risk that a security received as collateral is not sufficiently liquid and cannot be sold quickly in the event of a counterparty default) and, where applicable, risks relating to the re-use of cash collateral (i.e. mainly the risk that the sub-fund may not be able to reimburse the counterparty).

Target subscribers:

R C EUR share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R C USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
R D USD H share	All subscribers, including investors subscribing via distributors providing a non-independent advisory service within the meaning of MiFID II or Reception and Transmission of Orders (RTO) with services
T C USD H share	All investors without payment of retrocession fees to distributors
TC EUR share	All investors without payment of retrocession fees to distributors
I share	All subscribers, and more particularly intended for professional clients within the meaning of MiFID

How to subscribe to T shares:
Subscriptions to T shares (net shares) are reserved:
- for investors subscribing through distributors or intermediaries:

- subject to national legislation prohibiting all retrocession fees to distributors
- providing:
o independent advice within the meaning of European regulation MiFID II,
o individual portfolio management under mandate

- for funds of funds

Any arbitrage of fund shares towards T shares will benefit from the MiFID II tax exemption until 31/12/2018 (letters dated 16 March 2017 and 31 October 2017 of the Directorate-General for Public Finance, confirming that such exchange transactions benefit from the tax deferral provided for in Article 150-0 B of the General Tax Code; www.la-francaise.com), provided that subscriptions for T shares are immediately preceded by a redemption in I shares by the same shareholder for a product equivalent to the number of redeemed shares and on the same net asset value date.

Information on the remuneration generated by temporary securities purchase and sale transactions:
The sub-fund's counterparty with respect to transactions for the temporary purchase and sale of securities is one or more credit institutions whose head office or branch is located in a country of the European Union. The counterparties will act independently of the fund. No remuneration is paid to the depositary (within the framework of his capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.

US investors
The shares have not been and will not be registered under the US Securities Act of 1933 (hereinafter the “Act of 1933”) or any other law applicable in a US state. Shares may also not be directly or indirectly transferred, offered or sold in the United States of America (including its territories and possessions) to any United States national (hereinafter "U.S. Person"), as defined in the American Regulation 'Regulation S' of the Act of 1933 as adopted by the Securities and Exchange Commission ("SEC"), unless (i) the shares have been registered or (ii) an exemption applies (with the prior agreement of the management company’s governing body).

The fund has not been and will not be registered under the US Investment Company Act of 1940. Any re-sale or transfer of shares in the United States of America or to a US Person may be in breach of US law and requires the written agreement of the management company of the fund. Those wishing to acquire or purchase shares will have to certify in writing that they are not US Persons.

Russian and Belarusian investors

In accordance with the provisions of EU Regulation No. 833/2014 subscription to units/shares of this fund is prohibited to any Russian or Belarusian national, to any natural person residing in Russia or Belarus or to any legal person, entity or body established in Russia or Belarus except nationals of a Member State and to natural persons holding a temporary or permanent residence permit in a Member State.

The appropriate amount to invest in the mutual fund depends on your personal financial situation. To determine this, you must take into account your personal assets, current needs as well as your risk appetite or, on the contrary, your preference for a prudent investment. You are also strongly advised to diversify your investments so that they are not exposed solely to the risks of this fund.

Characteristics of shares in foreign currencies:

Shares not in the same currency as the fund currency are completely hedged, i.e. hedged against exchange risk via the use, in particular, of forward exchange contracts, swaps, forwards, etc.

There may however be a residual currency exchange risk due to imperfect hedging.

Recommended investment period:

This fund may not suit investors who intend to withdraw their contribution within 3 years.

Methods of determining and allocating distributable amounts:

R C EUR share	Capitalisation
R C USD H share	Capitalisation
R D USD H share	Capitalisation and/or carry forward and/or distribution, with the possibility to pay interim dividends
T C USD H share	Capitalisation
TC EUR share	Capitalisation
I share	Capitalisation

The distributable amounts consist of:

1. The net result, which corresponds to the amount of interest, arrears, dividends, bonuses and lots, directors' fees and all income relating to the securities making up the fund portfolio, plus income from sums temporarily held as liquid assets, minus management fees and borrowing costs, plus retained earnings, plus or minus the balance of the income adjustment account;

2. the realised capital gains, net of costs, minus the realised capital losses, net of costs, during the financial year, plus the similar net capital gains realised during the previous financial years which were not subject to distribution or capitalisation, minus or plus the balance of accrued capital gains.

R D USD H share: The net result will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (total or partial), by decision of the management company.

The net realised capital gains will be subject to capitalisation (total or partial) and/or distribution (total or partial) and/or be carried forward (totally or partially), by decision of the management company.

The management company will distribute quarterly dividend payments in January, April, July and October.

R C EUR, R C USD H, I, T C EUR and T C USD H share: the distributable amounts are fully capitalised.

Accounting currency:

EUR

Subscription and redemption terms:

***Subscriptions*:**

Subscription requests given as a specified amount or in hundred thousandths (I and TC EUR shares) or thousandths (R C USD H, R D USD H, T C USD H and R C EUR shares) are processed by La Française AM Finance Services on each net asset value calculation day (T) at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the net asset value calculated on T+1.

The clearing and settlement of securities relating thereto shall be made on the second trading day following the processing date (T+2).

Redemptions:
Redemption requests denominated in hundred thousandths (I and TC EUR shares) or thousandths (R C USD H, R D USD H, T C USD H and R C EUR shares) are processed by La Française AM Finance Services on each net asset value calculation day (T) at 11 a.m. (if the Stock Exchange is open in Paris, except for public holidays in France) and are executed on the basis of the net asset value calculated on T+1.
The clearing and settlement of securities relating thereto shall be made on the second trading day following the processing date (T+2).

Processing of subscription orders	Processing of redemption orders	Execution of the order at the latest, in T	Publication of the net asset value	Settlement of subscriptions	Settlement of redemptions
T before 11 a.m.	T before 11 a.m.	Each trading day (T)	T + 1 business day	T + 2 business days	T + 2 business days

Minimum value of initial subscription:

R C EUR share	None
R C USD H share	None
R D USD H share	None
T C USD H share	None
TC EUR share	None
I share	EUR 100,000.00

Minimum value of subsequent subscriptions:

R C EUR share	None
R C USD H share	None
R D USD H share	None
T C USD H share	None
TC EUR share	None
I share	None

Date and frequency of the net asset value:
The net asset value is calculated on each trading day of the Paris Stock Exchange, excluding legal holidays in France.

Original net asset value:

R C EUR share	EUR 100.00
R C USD H share	USD 100.00
R D USD H share	USD 100.00
T C USD H share	USD 100.00
TC EUR share	EUR 1,000.00
I share	EUR 1,000.00

Location where the net asset value is published:
at the premises of the management company and on the following websites: www.la-francaise.com and www.creditmutuel-am.eu

Costs and fees:
Subscription and redemption fees:
Subscription and redemption fees increase the subscription price paid by the investor or decrease the redemption price. The fees received by the UCITS offset the charges it incurs in investing or divesting the assets entrusted to it. Commissions not retained by the fund are paid to the investment company, distributor, etc.

Costs payable by the investor, levied at the time of subscription and redemption	Base	Rate/scale
Subscription fee not paid to the UCITS	Net asset value x Number of shares	**R C EUR share:** 4.00% maximum **R C USD H share:** 4.00% maximum **R D USD H share:** 4.00% maximum **T C USD H share:** 4.00% maximum **TC EUR share:** None **I share:** 4.00% maximum
Sales fee paid to to the UCITS	Net asset value x Number of shares	**R C EUR share:** None **R C USD H share:** None

		R D USD H share: None **T C USD H share:** None **TC EUR share:** None **I share:** None
Redemption fee not paid to the UCITS	Net asset value x Number of shares	**R C EUR share:** None **R C USD H share:** None **R D USD H share:** None **T C USD H share:** None **TC EUR share:** None **I share:** None
Redemption fee paid to the UCITS	Net asset value x Number of shares	**R C EUR share:** None **R C USD H share:** None **R D USD H share:** None **T C USD H share:** None **TC EUR share:** None **I share:** None

Operating and management charges:
These cover all costs charged directly to the UCITS, apart from transaction fees. Transaction costs include intermediation charges (brokerage, stamp duties, etc.) and any turnover fees charged in particular by the depositary and the management company.
In addition to operating and management charges, there may also be:
- outperformance fees. These are paid to the management company when the UCITS has exceeded its objectives. They are therefore charged to the UCITS;
- turnover fees are charged to the UCITS.

	Costs invoiced to the UCITS	**Base**	**Rate/scale**
1	Financial management fees	Net assets	**I share**: 0.50% maximum rate (including tax) **TC EUR, T C USD H shares**: 0.50% maximum rate (including tax) **R C USD H**, **R D USD H, R C EUR** shares: 1.10% maximum rate (including tax)
2	Administrative costs external to the management company	Net assets	**I, TC EUR, R C USD H, R C EUR, T C USD H, R D USD H shares**: 0.10% (incl. tax) maximum rate
3	Maximum indirect costs	Net assets	None
4	Turnover fees	Deducted from each transaction	***Shares:*** *0.10% (with a minimum of €120)* ***Convertible bonds:*** *0.05% (with a minimum of €100)* ***Other bonds:*** *0.035% (with a minimum of €100)* ***Monetary instruments:*** *0.0120% (with a minimum of €100)* ***Swaps:*** *0.010% (with a minimum of €150 and a maximum of €600)* ***Forward exchange:*** *0.010% (with a minimum of €75 and a maximum of €300)* ***Spot exchange:*** *0.010% (with a minimum of €25 and a maximum of €100)* ***UCI:*** *€15* ***Futures:*** *€1* ***Options:*** *€1*
5	Outperformance fee	Net assets	**I, TC EUR, R C EUR** shares: Up to 20% including tax of the difference, if positive, between the sub-fund's performance and that of the following composite index: 75% Bloomberg Euro-Aggregate Financials Index (LEEFTREU) and 25% ICE BofA Euro Financial High Yield Index (HEB0) Variable management fees are capped at 2.5% (incl. tax) of the average net assets. **R C USD H, T C USD H, R D USD H shares:** Up to 20% including tax of the difference, if positive, between the sub-fund's performance and that of the following composite index: 75% Bloomberg Euro-Aggregate Financials USD-Hedged index (H02007US) and 25% ICE BofA Euro Financial High Yield USD-Hedged index (HEB0) Variable management fees are capped at 2.5% (incl. tax) of the average net assets.

Research costs in accordance with the provisions of the AMF General Regulation may be invoiced to the Sub-Fund, where these costs are not paid out of the management company's own resources.

* average net assets correspond to the average assets of the sub-fund and are calculated since the start of the reference period of the performance fee and restated for variable management fees.
A percentage of the management fee may be paid to remunerate marketers and distributors, subject to applicable regulations.

Outperformance fee:
The Management Company will receive, if applicable, an outperformance fee when the performance of the sub-fund exceeds that of the composite indexes mentioned above, whether they have recorded a positive or negative performance. The outperformance fee applicable to a given share category is based on the comparison between the measured assets of the sub-fund and those of the benchmark.

The valued assets of the sub-fund are understood to be the share of the assets, corresponding to a share category, measured according to the valuation rules applicable to the assets and after taking into account the actual operating and management costs corresponding to said share category.

The benchmark asset represents the share of the sub-fund's assets, corresponding to a given share category, restated by the amounts of subscriptions/redemptions applicable to said share category at each valuation, and valued according to the performance of the benchmark index used.

The benchmark index used to calculate the outperformance fee is the composite index:
EUR shares: 75% Bloomberg Euro-Aggregate Financials Index (LEEFTREU) and 25% ICE BofA Euro Financial High Yield Index (HEB0).
USD shares: 75% Bloomberg Euro-Aggregate Financials USD-Hedged Index (H02007US) and 25% ICE BofA Euro Financial High Yield USD-Hedged index (HEB0).
The performance reference period corresponds**:**
From the first trading day in July to the last trading day in June of the following year.

Payment schedule:
The outperformance fee is levied for the benefit of the management company in the month following the end of the reference period. Under no circumstances may the reference period for the sub-fund shares be less than one year.

Method for calculating the outperformance fee:
As of 1 July 2022, an outperformance fee is only collected after compensation for the sub-fund's underperformance compared to the performance of the benchmark index over the last five years.
• **During the reference period**:
- If the sub-fund's measured assets are greater than those of the benchmark asset, the variable portion of management fees will represent a maximum of 20% including tax of the difference between these two assets capped at 2.5% of average net assets.
- A provision for variable management fees will be made on the basis of this difference when calculating the net asset value. Moreover, a provision reversal will be made for each calculation of the net asset value when the daily performance of the sub-fund is lower than that of the reference asset. Reversals of provisions are capped at the level of previous provisions.
In the event of redemptions, the share of the constituted provision corresponding to the number of shares redeemed is definitively acquired by the management company.
• **At the end of the reference period**:
- If the measured assets of the sub-fund are greater than those of the benchmark, the variable part of the management fees provisioned during the reference period is definitively acquired by the management company.
- If the measured assets of the sub-fund are less than those of the benchmark, the variable part of the management fees will amount to zero (excepting the portion acquired by the management company as part of a redemption during the reference period).
As of 1 July 2022, the reference period will be extended for an additional year, to a maximum of 5 years. Indeed, any underperformance during the reference period must be made up before being able to again provision for outperformance fees for the given share. If another year of underperformance has occurred within this first five-year period and it has not been recovered at the end of this first period, a new period of up to five years begins from this new year of underperformance.

For example:
In the event of a positive performance of the fund:

Reference period	Valued asset of the fund	Reference asset of the fund	Performance of the fund:	Variable management fees	Extension of the reference period
Year 1	10%	5%	Outperformance 5%	Yes	No
Year 2	10%	10%	Outperformance 0%	No	No
Year 3	5%	10%	Underperformance: -5%* (underperformance to be compensated for year 3)	No	Start of a reference period
Year 4	8%	5%	Underperformance: -2% (underperformance remaining from year 3)	No	Yes

Year 5	1%	8%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7%** (underperformance to be compensated for year 5)	No	Start of a new reference period
Year 6	1%	1%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 7	2%	1%	Underperformance: -8% • - 1% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 8	5%	2%	Underperformance: -4% • 0% (reset of the underperformance remaining from year 3) • -4% (underperformance to be compensated for year 5)	No	Yes
Year 9	10%	5%	Overperformance: 1% (reset of the underperformance of year 5 carried out)	Yes	No
Year 10	8%	10%	Underperformance: -2%*** (underperformance to be compensated for year 10)	No	Start of a reference period

** The fund's underperformance over the reference period must be compensated for within five years (up to year 7 maximum) before the variable management fees become payable.*

*** The fund's underperformance over the reference period must be compensated for within five years (up to year 9 maximum) before the variable management fees become payable.*

**** The fund's underperformance over the reference period must be compensated for within five years (up to year 14 maximum) before the variable management fees become payable.*

In the event of a negative performance of the fund:

Reference period	Valued asset of the fund	Reference asset of the fund	Performance of the fund:	Variable management fees	Extension of the reference period
Year 1	-5%	-10%	Relative outperformance: 5%	Yes	No
Year 2	-10%	-10%	Relative outperformance: 0%	No	No
Year 3	-15%	-10%	Underperformance: -5%* (underperformance to be compensated for year 3)	No	Start of a reference period
Year 4	-12%	-15%	Underperformance: -2% (underperformance remaining from year 3)	No	Yes
Year 5	-19%	-12%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7%** (underperformance to be compensated for year 5)	No	Start of a new reference period
Year 6	-19%	-19%	Underperformance: -9% • -2% (underperformance remaining from year 3) • -7% (underperformance to be compensated for year 5)	No	Yes
Year 7	-18%	-19%	Underperformance: -8% • -1% (underperformance remaining from year 3) • -7% (underperformance to be	No	Yes

			compensated for year 5)		
Year 8	-15%	-18%	Underperformance: -4% • 0% (reset of the underperformance remaining from year 3) • -4% (underperformance to be compensated for year 5)	No	Yes
Year 9	-10%	-15%	Relative outperformance: 1% (reset of the underperformance carried out for year 5)	Yes	No
Year 10	-12%	-10%	Underperformance: -2%*** (underperformance to be compensated for year 10)	No	Start of a reference period

** The fund's underperformance over the reference period must be compensated for within five years (up to year 7 maximum) before the variable management fees become payable.*
*** The fund's underperformance over the reference period must be compensated for within five years (up to year 9 maximum) before the variable management fees become payable.*
**** The fund's underperformance over the reference period must be compensated for within five years (up to year 14 maximum) before the variable management fees become payable.*

The past performance of the fund compared to the benchmark index is available on the websites: www.creditmutuel-am.eu and/or www.la-francaise.com.
The UCITS may not inform shareholders specifically or offer them the possibility of redeeming their shares without incurring charges in the event of an increase in administrative costs external to the management company which would be equal to or less than 10 basis points per calendar year; the notification may therefore be made by any means.
Other costs invoiced to the UCITS
- contributions due to the UCITS management pursuant to Article L621-5-3 (II)(3)(d) of the Monetary and Financial Code;
- taxes, duties, licence fees and government fees (relating to the UCITS), both extraordinary and non-recurring;
- extraordinary and non-recurring costs relating to debt recovery or a procedure for asserting a right (e.g. class action procedure).
Information concerning these fees is also laid out, ex post, in the UCITS's annual report.

Information on the remuneration generated by temporary securities purchase and sale transactions:

The sub-fund's counterparty for temporary acquisitions and sales of securities is one or more credit institutions or other entities authorised by the management company and which comply with the legal form, country and other financial criteria set out in the Monetary and Financial Code. The counterparties will act independently of the sub-fund.
No remuneration is paid to the depositary (within the framework of its capacity as depositary) or to the management company for transactions for the temporary purchase or sale of securities. All income resulting from transactions for the temporary purchase and sale of securities, including income generated by the reinvestment of cash collateral received as part of these transactions, net of direct and indirect operating costs, is returned to the sub-fund. These transactions generate direct and indirect operating costs which will be borne by the management company; the share of these costs may not exceed 40% of the income generated by these transactions.
Furthermore, the management company does not receive any in-kind commission.
For further information, unitholders may refer to the sub-fund's annual report.

Choice of intermediaries:

The Management Company has introduced a procedure for selecting and evaluating intermediaries and counterparties that takes into account objective criteria such as intermediation costs, execution quality and research. This procedure is available at the following address: https://www.la-francaise.com/fr/informations-reglementaires/
Unitholders should refer to the annual report of the fund for any further information they may require.

Information on risks relating to potential conflicts of interest

The management company may entrust Crédit Industriel et Commercial with the intermediation service, which will be provided by the Table Buy Side department within CIC Market Solutions. Crédit Industriel et Commercial is a Société Anonyme (public limited company) under French law with a share capital of 608,439,888 euros. On 30 September 1999, Crédit Industriel et Commercial obtained authorisation from the CECEI as a bank providing investment services. The two companies belong to the same group, which is likely to generate a potential risk of conflict of interest.
The service provided by Crédit Industriel et Commercial has therefore been governed by a service contract, to ensure that there is no impact on the fund's investors/shareholders in terms of cost and quality of service.
Crédit Industriel et Commercial's main purpose is to provide intermediation services (i.e. receiving, transmitting and executing orders on behalf of third parties) mainly for the Group's asset management companies. Within this framework, the service provider chooses brokers from the list of brokers authorised by the management company and places orders according to criteria defined by the latter.

Crédit Industriel et Commercial can act as principal or agent. Intervention in "principal" mode corresponds to intervention as counterparty to the management company's portfolios. Acting as an agent, Crédit Industriel et Commercial acts as an intermediary between portfolios and market counterparties. These may be entities belonging to the management company's group.

3. Commercial information

1. Information about the sub-funds is available:
- from the offices of the management company
- on the website: www.la-francaise.com

2. Subscription/redemption requests are processed by La Française AM Finance Services for shares yet to be registered or already registered in bearer form with Euroclear, and by IZNES for shares yet to be registered or already registered in pure registered form with the IZNES Shared Electronic Registration System (DEEP).

3. Information regarding the inclusion of ESG (environmental, social and quality of governance) criteria in the investment policy is available on the management company's website: www.la-francaise.com and will appear in the annual report.

4.
Transmission of the composition of the portfolio: the management company may directly or indirectly inform the unitholders of the UCI with professional investor status of the breakdown of assets of the UCI, for purposes exclusively associated with regulatory obligations as part of the calculation of shareholders' equity. This notification takes place, where applicable, within a period which may not be less than 48 hours after the publication of the net asset value.

5. The "Voting policy" document and the report setting forth the conditions under which the Management Company exercised the voting rights during the financial year are freely available to shareholders at their request from the registered office of the management company. These documents are available on the website at https://www.la-francaise.com/fr/informations-reglementaires/. (The report shall be available at the latest within four months of the close of the financial year of the Management Company).

4. Investment rules

The SICAV shall comply with the investment rules set by the French Monetary and Financial Code.

5. Overall risk method

Sub-fund no. 1: La Française Actions Euro Capital Humain

The overall risk associated with financial contracts is calculated using the commitment approach.

Sub-fund no. 2: La Française Rendement Global 2028

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 100% (outside of exceptional market circumstances).

Sub-fund no. 3: La Française Carbon Impact Floating Rates

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 300% (outside of exceptional market circumstances).

Sub-fund no. 4: La Française Rendement Global 2025

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 100% (outside of exceptional market circumstances).

Sub-fund no. 5: La Française Rendement Global 2028 Plus

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 300% (outside of exceptional market circumstances).

Sub-fund no. 6: La Française Financial Bonds 2027

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 100% (outside of exceptional market circumstances).

Sub-fund no. 7: La Française Obligations Carbon Impact

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 100% (outside of exceptional market circumstances).

Sub-fund no. 8 La Française Credit Innovation

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The sub-fund's VaR is limited by the management company and may not exceed 20% of the sub-fund's net assets with a confidence interval of 99% and a monitoring period not exceeding 20 working days.
The expected level of leverage calculated on the basis of the notional sum approach is 100% (outside of exceptional market circumstances).

Sub-fund no. 9: La Française Carbon Impact 2026

The overall risk associated with financial contracts is calculated using the commitment approach.

Sub-fund no. 10: La Française Flexible Financial Bonds

The method for calculating the overall risk ratio used by the management company is the method for calculating the absolute value at risk as defined by the AMF General Regulation (Articles 411-77 et seq.).
The expected gross level of leverage calculated on the basis of the notional sum approach is 400% (outside of exceptional market circumstances).

6. Rules for asset accounting methods and valuation

The sub-funds apply the valuation and accounting rules for the following assets:
The fund abides by the accounting rules laid down under the regulations in force and in particular the accounting rules applicable to UCIs.

All transferable securities in the portfolio are recorded at past cost, excluding fees.

On each net asset valuation date and balance sheet date, the portfolio is valued based on:

Transferable securities

- Listed securities: at market value – excluding accrued coupons on bonds - closing price. Foreign prices are converted to euros using the closing exchange rates on the valuation day. Transferable securities whose price has not been noted on the valuation day are valued at the last officially published rate or at their probable trading value, under the responsibility of the Management Company.

- UCIs: at the last-known net asset value.
- Negotiable debt securities and swaps maturing in more than three months: at market value. When the time to maturity becomes equal to three months, negotiable debt securities are valued at the last rate up to maturity. If they are purchased with a maturity of less than three months, interest is calculated using a linear method.
- Any temporary securities purchase and sale transactions will be valued according to the provisions of the contract. Certain fixed rate transactions with a maturity of more than three months may be valued at market price.

Financial futures

French and European markets: fixing value at closing on valuation days. American market: fixing value at closing on the previous day. Asian market: day's closing price.
Commitments on options markets are calculated by converting the options to the equivalent underlying securities.
Commitments on swaps are valued at their market value.
Forward exchange transactions are valued using the forward exchange rates on the valuation date, taking into account the premium/discount.
The valuation prices of credit default swaps (CDS) come from a contributor chosen by the management company.

Accounting method for interest

Interest on bonds and debt securities is recorded using the accrued interest method.

Swing pricing NAV adjustment method with trigger threshold applicable to the La Française Flexible Financial Bonds sub-fund, to the La Française Rendement Global 2025 sub-fund, to the La Française Rendement Global 2028 Plus sub-fund, to the La Française Rendement Global 2028 sub-fund, to the La Française Credit Innovation sub-fund, to the La Française Carbon Impact Floating Rates sub-fund, to the La Française Carbon Impact 2026 sub-fund, to the La Française Obligations Carbon Impact sub-fund and to the La Française Financial Bonds 2027 sub-fund:

This mechanism aims to protect shareholders of the sub-fund in the event of significant subscriptions or redemptions of the sub-fund’s liabilities, by applying an adjustment factor to shareholders who invest or redeem significant amounts of outstanding assets. This is likely to generate costs for shareholders entering or leaving that would otherwise affect all shareholders in the sub-fund.
Therefore, in the event that on the net asset value calculation day the total net subscription/redemption orders of investors of all shares in the sub-fund exceeds the pre-established threshold set by the management company and defined on the basis of objective criteria as a percentage of the net sub-fund assets, the net asset value may be adjusted upwards or downwards to take into account the readjustment costs arising from net subscription/redemption orders.
The cost parameters and trigger thresholds are established by the management company and reviewed on a regular basis. These costs are estimated by the management company on the basis of the transaction costs and buy-sell ranges.
It is not possible to forecast whether the swing will be applied at a given time in the future, or how often the management company will carry out such adjustments.
Investors will be informed that the volatility of the net asset value of the sub-fund may not reflect only that of the securities held in the portfolio due to the application of swing pricing.
The swung net asset value is the only net asset value of the sub-fund and the only one communicated to shareholders in the sub-fund. However, if there are outperformance fees, these shall be calculated on the basis of the net asset value before application of the adjustment mechanism.

Cap on redemptions applicable to the La Française SICAV:
When exceptional circumstances so require, and if the interests of investors or the public so dictate, the management company may implement this mechanism, which allows redemption requests from investors in the sub-fund to be spread over several net asset values if they exceed a given threshold.

<u>Description of the method</u>:
The management company may decide not to execute all redemptions on the same net asset value when the objectively pre-established threshold is reached on a net asset value. To determine the level of this threshold, the management company takes into account the frequency with which the sub-fund's net asset value is calculated, the sub-fund's management strategy and the liquidity of the assets in the portfolio.

For the sub-fund, the limit on redemptions may be applied by the management company when the threshold of 5% of its net assets is reached.
The threshold triggering this cap on redemptions corresponds, for all share categories in the sub-fund, to the ratio between:
- the difference recorded on the same centralisation date between the number of shares in the sub-fund for which redemption is requested or the total amount of such redemptions and the number of shares in the sub-fund for which subscription is requested or the total amount of such subscriptions; and
- the sub-fund's net assets or the total number of shares in the sub-fund.

However, when redemption requests exceed the trigger level, the sub-fund may decide to honour redemption requests in excess of the limit, and thus execute some or all of the orders that might otherwise be blocked.
For example, if total share redemption requests represent 10% of the sub-fund's net assets while the trigger threshold is set at 5% of net assets, the sub-fund may decide to honour redemption requests up to 8% of net assets (and therefore execute 80% of the redemption requests).

The maximum number of net asset values for which a cap on redemptions may be applied is 20 net asset values over 3 months, and the estimated maximum capping time is 1 month.

Shareholder information:
If this mechanism is activated, investors in the sub-fund will be informed by any means via the management company's website.
Investors in the sub-fund whose redemption orders have not been executed will be informed as soon as possible.

Handling of unexecuted orders:
During the period of application of this system, redemption orders will be executed in the same proportions for shareholders of the sub-fund who have requested redemption at the same net asset value. Redemption orders deferred in this way will not have priority over subsequent redemption requests. Shareholders of the sub-fund may not cancel redemption orders that have not been executed and are automatically deferred.

Exemptions from the scheme:
If this mechanism is triggered, it will not be applied to subscription and redemption transactions for the same number of shares, on the basis of the same net asset value, for the same sub-fund and for the same investor or beneficial owner (known as round-trip transactions). This exclusion also applies to transfers from one share class to another, at the same net asset value, for the same amount and for the same investor or beneficial owner.

7. Remuneration

In accordance with Directive 2009/65/EC and Article 314-85-2 of the General Regulations of the Financial Markets Authority, the management company has implemented a remuneration policy for categories of staff whose professional activities have significant repercussions on the risk profile of the management company or of the UCITS. These categories of staff include managers, members of the Board of Directors (including the senior management), risk takers, persons performing auditing tasks, persons in a position to influence employees, and all employees receiving a total remuneration who are in the same remuneration range as the risk takers and the senior management. The remuneration policy is compliant and encourages healthy and effective risk management, and does not encourage risk-taking which would be incompatible with the risk profiles of the management company or with its articles and does not hinder the obligation of the management company to act in the greater interests of the UCITS.
La Française Group has set up a remuneration committee at Group level. The remuneration committee is set up in accordance with the internal regulations and in accordance with the principles laid down in Directive 2009/65/EC and Directive 2011/61/EU. The remuneration policy of the management company is designed to promote good risk management and to discourage risk-taking which would exceed the tolerable level of risk, by taking into account the investment profiles of the funds under management and by implementing measures enabling any conflicts of interests to be avoided. The remuneration policy is reviewed annually.
The remuneration policy of the management company, detailing the way in which remuneration and benefits are calculated, is available free of charge from the registered office of the management company. A summary is available from the website: https://www.la-francaise.com/fr/informations-reglementaires.