

Financial Notice

Implementation of liquidity management mechanisms: redemption capping and swing pricing

We would like to inform you that Amundi Asset Management has decided that, with effect from 14 September 2023, two liquidity management mechanisms will be implemented on all the Undertakings for Collective Investment ("UCIs") listed in the appendix: redemption capping (known as "gates") and the anti-dilution mechanism (known as "swing pricing").

Redemption capping - "gates"

This mechanism enables redemption requests to be staggered temporarily over several net asset values (NAV) when they exceed a certain objectively pre-determined level.

The introduction of this mechanism guarantees management of liquidity risk in the exclusive interest of unitholders/shareholders, along with equal treatment for orders carried out by the unitholders/shareholders concerned.

Redemption capping may be triggered by the management company where a threshold given as a percentage of the net assets, and as mentioned in the UCI prospectus, has been reached. This threshold is determined by the management company, in particular with regard to the frequency of the net asset value.

Where redemption requests go beyond this triggering threshold, and where permitting with regard to liquidity conditions, the management company may opt to honour redemption requests beyond said threshold and thereby to either partially or totally execute orders which could have been blocked.

Redemption requests not executed on a net asset value will be automatically deferred to the next centralisation date and may not be subject to revocation on the part of the unitholders or shareholders. The maximum period for the application of the redemption capping measure is set at 20 net asset values over three months for a UCI with a daily valuation frequency (i.e., an estimated maximum capping period of one month).

Swing Pricing

This mechanism consists of adjusting the net asset value upwards or downwards, based on the change in the net balance of subscriptions or redemptions, in order to protect the unitholders/shareholders present in the UCI from the effect of dilution² generated by the costs of shifts in the portfolios. These costs, which until now were paid by the UCI, will from now on, in the event of significant subscriptions or redemptions, be primarily paid by those investors initiating these movements. The result of this mechanism is the calculation of an adjusted NAV which shall constitute the only NAV for the UCI to be communicated.

¹ Instruction on conditions for setting up liquidity management mechanisms (DOC-2017-05)

² Dilution corresponds to all costs of shifts caused by the purchase or sale of securities: transaction fees, range between the purchase prices and sale prices on the markets for these securities, and taxes

The Management Company has opted to deploy this mechanism with a triggering threshold, meaning that it will only be applied to the NAV once the net balance of subscriptions or redemptions has reached or exceeded a set threshold.

The other characteristics of the UCIs remain unchanged.

These changes do not require you to take any specific action and have no impact on the investment strategy or the risk/return profile of your investment vehicles.

These changes do not require approval from the Financial Markets Authority (Autorité des Marchés Financiers, AMF).

The Key Information Documents (KID) are available online at <https://www.amundi.fr/>.

You may request a prospectus from the following address: Amundi Asset Management- 91-93, boulevard Pasteur - CS 21564 - 75730 Paris Cedex 15 – France.

Your regular advisor will be happy to provide you with further information.

Appendix

Name of the UCI
AMUNDI STAR 2