

PROSPECTUS

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

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1 GENERAL CHARACTERISTICS

Name:

GROUPAMA ETAT MONDE

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

French UCITS fund.

Formation date and planned term:

12 May 2005.

Fund initially formed for a 99-year term.

Summary of the management offer:

| Units | ISIN code | Allocation of distributable income | Currency of expression | Eligible subscribers | Fractioning | Minimum initial subscription | Net asset value at launch |
|-------|---------------|--|------------------------|---|-----------------|------------------------------|--|
| G | FR0010890954 | Accumulation and/or distribution and/or retained | Euro | Reserved for Groupama Assurances Mutuelles' companies, subsidiaries and regional banks. | Thousandths | €300,000 | €10,000 |
| I | FR0010213421* | Accumulation | Euro | Reserved for institutional investors | Ten Thousandths | One ten-thousandth of a unit | €464.06 |
| MC | FR0010589374 | Accumulation | Euro | Reserved for institutional investors excluding UCIs or mandates managed by Groupama Asset Management or its subsidiaries | Thousandths | One thousandth of a unit | €100 NAV split by 100 on 10 March 2009 |
| MD | FR0013060134 | Distribution and/or retained | Euro | Reserved for institutional investors excluding UCIs or mandates managed by Groupama Asset Management or its subsidiaries | Thousandths | One thousandth of a unit | €100 |
| N | FR0010693119 | Accumulation | Euro | All subscribers | Thousandths | 1 unit | €500 |
| O | FR0013336161 | Accumulation | Euro | Reserved for UCIs and mandates managed by Groupama Asset Management or its subsidiaries that are part of the Opale range | Thousandths | One thousandth of a unit | €1,000 |
| R | FR0013330255 | Accumulation | Euro | Reserved for intermediaries connected to Groupama Asset Management or its subsidiaries and providing portfolio management services and/or independent financial investment advisory services for individual investors | Thousandths | One thousandth of a unit | €100 |

* Including all unitholders who subscribed to the Fund before units were created.

Place where the latest annual report and interim financial statement may be obtained:

The latest annual reports and the composition of assets will be sent to shareholders within eight working days upon written request to: Groupama Asset Management, 25 rue de la Ville-l'Evêque, 75008 Paris, France.

The documents are also available on the company's website at www.groupama-am.com.

Contact details:

For corporate and institutional investors: Groupama Asset Management's Business Development Department (sales office: 01 44 56 76 76).

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

Any additional information, if necessary, may be obtained from the Groupama Asset Management Business Development Department: 01 44 56 76 76).

2 ADMINISTRATORS

Management company:

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

Depository – Custodian:

CACEIS Bank, 89–91 rue Gabriel Péri - 92120 Montrouge - France, a credit institution authorised by the CECEI (that became the ACPR – Autorité de Contrôle Prudentiel et de Résolution) on 1 April 2005.

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

The custodian is independent of the management company.

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

Updated information is made available to investors upon request.

Clearing house for subscriptions/redemptions:

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

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

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

Institutions designated to receive subscriptions and redemptions, and responsible for respecting the clearing cut-off time indicated in the prospectus, by delegation of the management company:

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

Fund accounting

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

Auditor:

PricewaterhouseCoopers Audit, 63 rue de Villiers - 92200 Neuilly-sur-Seine – France

Accounting representative:

CACEIS Fund Administration - 89–91 rue Gabriel Péri - 92120 Montrouge - France, a credit institution authorised by the CECEI (that became the ACPR – Autorité de Contrôle Prudentiel et de Résolution) on 1 April 2005.

Marketing agents:

Groupama Assurances Mutuelles' distribution networks (8-10 rue d'Astorg, 75008 Paris, France) and external distributors approved by Groupama Asset Management.

Conflict of interest management policy:

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

3 MANAGEMENT PRINCIPLES

3.1 General characteristics

Characteristics of units:

- Type of right attached to the unit class:
Each unitholder has a shared ownership right in the assets of the Fund in proportion to the number of units held.
- Shareholder Register and Fund Accounting:
Fund accounting is provided by the custodian, CACEIS Bank.
Unit administration is performed by Euroclear France.
- Voting rights:
No voting rights are attached to the units, as decisions are made by the management company.
- Types of units:
Units are registered and/or bearer units.
- Fractioning:
I class: units may be subscribed in exact amounts or in ten-thousandths of a unit.
G, MC, MD, N, O and R units: units may be subscribed in exact amounts or in thousandths of a unit.
I class: Units may be redeemed in ten-thousandths of a unit.
G, MC, MD, N, O and R units: Units may be redeemed in thousandths of a unit.

Financial year-end:

- The last Paris Stock Exchange trading day in December.
- The first financial year end was the last Paris Stock Exchange trading day in December 2005.

Tax system:

- The Fund is not subject to corporation tax. In accordance with the principle of transparency, the tax authorities consider the unitholder to be the direct owner of a share of the financial instruments and cash held in the Fund.
- The tax treatment of any capital gain or income from holding Fund shares depends on tax provisions specific to the investor's own particular circumstances and/or on the tax provisions in the country where the investor resides. Investors should seek professional financial advice.

3.2 Special provisions

ISIN codes:

G class: FR0010890954

I class: FR0010213421

MC class: FR0010589374

MD class: FR0013060134

N class: FR0010693119

O class: FR0013336161

R class: FR0013330255

Classification:

“Bonds and other international debt securities” UCITS

SFDR classification:

This UCITS is a financial product that promotes environmental or social characteristics, or a combination of these characteristics, in accordance with Article 8 of the SFDR.

Investment in UCIs: up to 10% of net assets

Investment objective:

The Fund’s management objective is, via an active managerial approach, to attempt to outperform its benchmark, the euro-hedged Bloomberg Global Aggregate Treasury index, calculated with net coupons reinvested.

Benchmark index:

The benchmark is the Bloomberg Global Aggregate Treasury index (euro hedged).

The Bloomberg Global Aggregate Treasury index (euro hedged), calculated with net coupons reinvested, is representative of the debt issues of the main OECD countries.

This index is hedged against exchange rate movements in relation to the euro.

Bloomberg code: LGTRTREH Index

This benchmark index is only a point of reference. No mechanism to maintain any level of correlation with it is in place as part of the managerial approach implemented. Nevertheless, the behavioural profile of the portfolio and the benchmark index may be comparable in certain market configurations.

Investment Strategy:Description of strategies used

- The Fund’s investment strategy is based on several approaches:
 1. Country allocation and directional bias to rates: the management of country allocation and the portfolio’s volatility range allows for it to be positioned on the yield curves of the various countries in the investment universe, from the central macroeconomic scenario and valuation/flow components. Depending on its anticipation of changes in rates, the manager takes either long or short positions on rates and on spreads between countries.
 2. Selection of securities: the portfolio is optimised in terms of the selection of issuers (State, agencies, supranational bodies, etc.) and securities.
 3. The portfolio is diversified through interest rate derivatives, inflation-linked bonds, currencies and emerging bonds.
 4. The ESG approach applied to the UCITS takes into account criteria relating to each of the environmental, social and governance factors without being a decisive factor in this decision-making.

Integration of ESG criteria:

The UCITS' ESG investment universe comprises governments and private issuers from all geographic areas.

Governments are rated from 1 to 100 according to a best-in-universe approach, i.e. the highest-rated 20% of governments have a score between 80 and 100. These ESG criteria are analysed on the basis of various indicators, including:

- Environment: Carbon intensity. Carbon intensity corresponds to the total national emissions, plus the emissions corresponding to the production of all the goods and services imported into the country, as a ratio of GDP;
- Social: Long-term unemployment rate (percentage of the working population aged 15 to 74 who have been unemployed for 12 months or more);
- Human rights: Freedom of expression and citizenship, perception of democracy (people's ability to choose their government), freedom of association and freedom of the media;

For private issuers, various indicators are used to analyse ESG criteria, including:

- Environment: biodiversity, waste management etc.;
- Social: employee training, supplier relations etc.;
- Governance: board independence, executive compensation policy etc.

The selection within the eligible ESG investment universe is specified upstream, according to the following criteria:

1. Exclusion of securities belonging to the "Major ESG Risks" list:
Groupama AM keeps track of a list of stocks identified as comprising particularly high ESG risks (the "Major ESG Risks" list). These are companies whose ESG risks could jeopardise their economic and financial viability, or could have a significant impact on the company's value, thus resulting in a significant loss of stock market value or a significant downgrade by rating agencies.
2. Exclusion of sectors deemed to be incompatible with Groupama AM's commitment policy: companies involved in coal mining and coal-related energy production, and companies known to be involved in controversial weapons activities (cluster bombs and anti-personnel mines), are excluded from the Subfund's investment scope.
3. The UCITS must have a higher average ESG score than its investment universe.
4. The process of selecting securities in the portfolio must result in at least 90% of the portfolio, excluding cash, being screened and monitored for its ESG rating over a rolling 12-month period.

Methodological limitations:

The ESG approach developed by Groupama AM is centred around an analysis of the environmental, social and governance practices of the governments and securities in which it is invested. The main limitation of this analysis relates to the quality of the available information. ESG data are not yet standardised and Groupama AM's analysis is ultimately based on data that may be incomplete and non-uniform. To mitigate this limitation, Groupama AM focuses its analysis on the most important aspects.

For more detailed information on the rating methodology implemented in the UCITS and its limitations, investors are invited to read the Groupama Asset Management Transparency Code, which is available at www.groupama-am.com.

Integration of the EU Taxonomy:

Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 on the establishment of a framework to facilitate sustainable investment, and amending Regulation (EU) 2019/2088 (the “EU Taxonomy” or the “Taxonomy Regulation”) aims to identify environmentally sustainable economic activities. It identifies these activities based on their contribution to six main environmental objectives:

- climate change mitigation,
- climate change adaptation,
- the sustainable use and protection of water and marine resources,
- the transition to a circular economy (waste, reduction and recycling),
- pollution prevention and mitigation, and
- the protection and restoration of biodiversity and ecosystems.

To be considered as sustainable, an economic activity must demonstrate that it makes a substantial contribution to achieving one of the six objectives, without prejudice to any of the other five (the “Do No Significant Harm” principle, hereinafter the “DNSH” principle). The DNSH principle applies only to the underlying investments of the financial product that take account of the European Union’s criteria for environmentally sustainable economic activities. For an activity to be considered aligned with the EU Taxonomy, it must also uphold the human and social rights enshrined in international law.

In its investment decisions, the management team shall endeavour to take into account the European Union’s criteria for economic activities considered to be environmentally sustainable under the Taxonomy Regulation (EU) 2020/852. Based on the issuer data currently available, the minimum proportion of investments aligned with the EU Taxonomy is 0%.

The underlying investments of the remaining portion of this financial product do not take account of the European Union’s criteria for environmentally sustainable economic activities.

- Sensitivity range for the Fund and geographical area of issuers:

| | | |
|--|---------------------------------|-------------|
| Interest-rate sensitivity range within which the Fund is managed | Between 4 and 12 | |
| Geographic regions of issuers of securities or underlying assets of securitisation products* | All geographic regions [0–110%] | [0% - 110%] |
| Currencies of expression of securities* | All currencies | [0% - 110%] |
| Exchange rate risk | [0%; 20%] | |

*excluding exposure via derivatives

- Management style:

The Fund adopts an active management style aimed at outperforming its benchmark.

- Assets, excluding embedded derivatives

- Debt securities and money market instruments:

- Legal types of instruments used:

The Fund’s assets are composed of fixed-rate bonds, negotiable debt securities (or equivalent products depending on the country) variable-rate and inflation-linked bonds, as well as mortgage bonds and reverse repurchase agreements in all geographical regions with a limit of 25% on emerging countries.

- Breakdown of private/public debt:

Up to 60% of the net assets will be invested in securities mainly selected from sovereign issuers, backed by governments, public institutions, agencies or supranational organisations.

The Fund may also invest in private-sector securities.

There is no limit regarding speculative securities (securities rated below BBB- according to the Standard & Poor's rating agency or a rating deemed equivalent by the management company).

- Duration:

The duration of the selected securities ensures that the Fund's overall sensitivity is maintained between 4 and 12.

- Holding of shares or units of other UCITS, AIFs or foreign investment funds:

The Fund may invest up to 10% of its net assets in units or shares of French or European UCITS.

Money market UCIs will be used to optimise the Fund's cash management.

The UCIs may be those managed directly or indirectly by Groupama Asset Management.

External UCITS will be subjected to close review of their management procedures, performance, risk and any other qualitative or quantitative criteria that may enhance the quality of management in the short, medium or long term.

Trackers (listed index entities) replicating changes in government bond indices may be used.

- Derivative instruments and securities with embedded derivatives

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

The Fund may also invest up to 100% of its net assets in securities with embedded derivatives. The strategy for the use of securities with embedded derivatives is the same as that described for derivatives.

These instruments allow:

- the Fund's overall exposure to interest rate risks to be increased or reduced.
- arbitrage strategies to be implemented.
- all or part of the portfolio's exchange rate risk to be hedged.

As such, they increase the management's flexibility. Therefore, derivative products are used to maximise performance.

The manager may trade in the derivative instruments and securities with embedded derivatives listed in the table below:

| Risks in which the manager intends to trade | | Types of markets targeted | | | Types of trades | | | |
|---|---|---------------------------|-----------|------------------|-----------------|----------|-----------|-------|
| | | Regulated | Organised | Over the counter | Hedging | Exposure | Arbitrage | Other |
| Equities | | | | | | | | |
| Interest rates | X | | | | | | | |
| Foreign exchange | X | | | | | | | |
| Credit | | | | | | | | |
| Derivative instruments used | | | | | | | | |
| Futures | | | | | | | | |
| - Equities | | | | | | | | |
| - Interest rates | | X | X | | X | X | X | |
| - Currencies | | X | X | | X | X | X | |
| Options | | | | | | | | |
| - Equities | | | | | | | | |
| - Interest rates | | X | X | X | X | X | X | |
| - Foreign exchange | | X | X | X | X | X | X | |
| Swaps | | | | | | | | |
| - Equities | | | | | | | | |
| - Interest rates | | X | X | X | X | X | X | |
| - Inflation | | X | X | X | X | X | X | |
| - Foreign exchange | | X | X | X | X | X | X | |
| - Total return swap | | | | | | | | |
| Forward currency contracts | | | | | | | | |
| - Forward currency contracts | | | | X | X | X | X | |
| - NDF – Non-Deliverable Forward | | | | X | X | X | X | |
| Credit derivatives | | | | | | | | |
| - Single entity credit default swaps and basket default swap(s) | | | | | | | | |
| - Credit-linked notes (CLN) | | | | | | | | |
| - Indices | | | | | | | | |
| - Index options | | | | | | | | |
| - Structuring for basket credit derivatives (CDO tranches, iTraxx tranches, FTD, NTD, etc.) | | | | | | | | |
| Other | | | | | | | | |
| - Equity | | | | | | | | |
| Securities with embedded derivatives used | | | | | | | | |
| Warrants | | | | | | | | |
| - Equities | | | | | | | | |
| - Interest rates | | | | | | | | |
| - Foreign exchange | | | | | | | | |
| - Credit | | | | | | | | |
| Subscription warrants | | | | | | | | |
| - Equities | | | | | | | | |
| - Interest rates | | | | | | | | |
| Other | | | | | | | | |
| - EMTNs (structured) | | X | X | X | X | X | | |
| - Convertible bonds | | | | | | | | |
| - Contingent convertible bonds (CoCo bonds) | | | | | | | | |
| - Callable or puttable bonds | | X | X | X | X | X | | |

- Counterparty selection criteria
Counterparties on over-the-counter instruments (over-the-counter derivatives and effective management techniques) are selected through a specific procedure in force within the management company; the main selection procedures relate to their financial solidity, their expertise on the types of transactions envisaged, general contractual clauses and specific clauses relating to techniques for mitigating counterparty risk.

- Deposits:
Up to 100% of the Fund's net assets may be in the form of deposits at a credit establishment based in a Member State of the European Union or a state that is part of the European Economic Area, with a term of less than 12 months, as a store of cash to be used as needed.

- Cash borrowings:
On a temporary and exceptional basis, the manager may borrow cash up to the value of 10% of the net assets of the Fund from the custodian, CACEIS Bank.

- Temporary purchases and sales of securities:
 - Types of transactions:
 - Repurchase or reverse repurchase agreements in compliance with the French Monetary and Financial Code
 - Loans of securities in compliance with the French Monetary and Financial Code
 - Types of trades:
 - Securities lending: these transactions will only be performed with the aim of optimising existing lines.
 - Repurchase and reverse repurchase agreements: these transactions may be undertaken in order to manage cash.
 - Types of assets that may be subject to such transactions:
 - Negotiable debt securities
 - Bonds
 - Level of use anticipated and authorised:
 - Temporary purchases of securities:
 - Maximum use: 10% of net assets.
 - Expected use: approximately 10% of net assets.
 - Temporary sales of securities:
 - Maximum use: 10% of net assets.
 - Expected use: approximately 10% of net assets.

- Criteria determining counterparty selection:
These transactions will be concluded with credit institutions with a minimum rating of “Investment Grade” or deemed equivalent by the management company, the registered office of which is located in an OECD member country.

For further information on the conditions of remuneration from temporary sales and purchases of securities, please refer to the “Fees and charges” section.

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

Information relating to the Fund's financial guarantees:

The GROUPAMA ETAT MONDE UCITS complies with the investment rules for financial collateral that are applicable to UCITS and does not apply specific criteria in addition to these rules.

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

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

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

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

The discounts applied to the collateral received take into account, in particular, credit quality, the volatility of the prices of securities as well as the result of stress tests performed in accordance with the regulations in force.

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

Risk profile:

Capital loss risk:

Investors will be exposed to the risk of losing their invested capital, since the Fund does not offer a capital guarantee.

Interest rate risk:

Investors are exposed to interest rate risk. Investors in bonds or other fixed-income securities may experience negative performance due to interest rate fluctuations. Generally, the prices of fixed-income securities held in the portfolio rise when interest rates fall and fall when interest rates rise.

Risk associated with the use of derivatives:

The use of derivative financial instruments for hedging or substituting securities does not create additional risk insofar as the interest rate risk associated with such derivatives is fully accounted for in the limitations of the overall sensitivity range permitted.

Risk associated with trading on emerging markets:

Investors' attention is drawn to the fact that the operating and monitoring conditions of emerging markets may differ from the standards prevailing on major international stock exchanges.

Counterparty risk:

Counterparty risk relates to the conclusion of over-the-counter financial futures contracts or the temporary purchase and sale of securities. It consists of assessing the risks for an entity in terms of the commitments linking it to a counterparty with whom the contract has been concluded. This therefore refers to the default risk of a counterparty, causing it to default on payment. In accordance with regulations, this risk may not exceed 10% of net assets by counterparty.

Credit risk:

In the event of a default or a downgrading of the credit quality of public or private issuers that was not anticipated by the markets, such as a downward re-rating by financial rating agencies to below “investment grade” quality, the value of the bonds in which the UCITS is invested will fall, causing the UCITS' net asset value to fall.

As the Fund may invest in high-yield speculative securities, which are securities with a low rating, the risk of a fall in the Fund's net asset value may be higher. Investment in such speculative securities may increase the Fund's overall exposure to credit risk.

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

Risk linked to the use of speculative (high yield) securities:

This UCITS must be considered as being partly speculative and is intended more specifically for investors aware of the risks inherent in investment in securities with a low or non-existent rating. Consequently, the use of “high yield” securities may lead to a greater risk of a fall in the net asset value.

Exchange rate risk:

Exchange rate risk may exist, owing to the fact that the manager has a leeway of up to 20% of the Fund's net assets for exposing the Fund to a basket of currencies other than the euro.

Volatility of the net asset value:

The volatility of the Fund is high, as it is linked to the combination of several sources of risk: interest rate risk, country risk and exchange rate risk.

Liquidity restriction:

If markets fail or close down, force majeure may be invoked to justify liquidity restrictions.

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

The use of temporary purchases and sales of securities may increase or reduce the net asset value of the UCITS. The risks associated with these transactions and with the management of financial collateral are credit risk, counterparty risk and liquidity risk as defined above.

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

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

Sustainability risks:

Sustainability risks, comprising those on the Major Risks list, and the coal policy are taken into account during decision-making as follows:

- Major ESG Risks list: this list comprises companies whose ESG risks could call into question their economic and financial viability, or could have a significant impact on the company's value and brand, thus resulting in a significant fall in market value or a significant downgrade by rating agencies. The securities comprising this list are excluded from the UCITS.
- Coal policy: the purpose of this policy is to reduce the exposure of the Fund to climate risks, whether these be physical risks or transitional risks. In order to limit these risks, an excluded stocks list has been defined according to the criteria stipulated in Groupama AM's general policy, which is available at www.groupama-am.com. There may be several impacts resulting from the emergence of a sustainability risk and they may vary depending on the specific risk, region and asset class. In general, when a sustainability risk occurs for an asset, it will have a negative impact on the asset or a total loss in its value.

Management policy for liquidity risk:

Management of the UCI's liquidity risk is undertaken as part of an analysis and monitoring procedure that relies on internal tools and methodologies in place within Groupama Asset Management.

This procedure has two main components:

- Monitoring the portfolio's liquidity profile based on an asset liquidity assessment in view of current market conditions.
- Monitoring the Fund's ability, whether in normal or unfavourable market conditions, to deal with significant redemption scenarios.

Financial guarantee or protection:

None.

Eligible subscribers and typical investor profile:

- G units: reserved for Groupama Assurances Mutuelles' companies, subsidiaries and regional banks.
- I units: reserved for institutional investors.
- N units: open to all subscribers.
- MC and MD units: Reserved for institutional investors excluding UCIs or mandates managed by Groupama Asset Management or its subsidiaries.
- O units: Reserved for UCIs and mandates managed by Groupama Asset Management or its subsidiaries that are part of the Opale range.
- R units: Reserved for intermediaries connected to Groupama Asset Management or its subsidiaries and providing portfolio management services and/or independent financial investment advisory services for individual investors.

GROUPAMA ETAT MONDE is aimed at investors seeking an actively managed portfolio of long-term bonds issued principally by sovereign or public-sector or similar entities in the OECD and who can accept capital risk.

The recommended investment term is more than three years.

Proportion suitable for investment in the UCITS: all bond investments are subject to interest rate fluctuations, and private-sector corporate issuers carry a risk of default. The amount that might reasonably be invested in GROUPAMA ETAT MONDE should be determined with reference to the investor's personal situation. To determine this, investors should take into consideration their personal assets, their needs at the present time and over the next three years, and the level of risk they are willing to accept.

Investors are also advised to diversify their investments sufficiently to avoid being exposed exclusively to the risks of this Fund.

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

Distributable income calculation and appropriation methods:

This UCITS is composed of several unit classes:

- I, MC, N, O and R units: accumulation.
- G units: accumulation and/or distribution. Interim dividend payments are authorised. Option to carry forward earnings in full or in part.
- MD units: distribution. Interim dividend payments are authorised. Option to carry forward earnings in full or in part.

Characteristics of units:Initial net asset value of each unit:

- G units: €10 000
- I units: €464.06
- MC units: €100 (NAV split by 100 on 10 Mar 2009)
- N units: €500
- MD units: €100
- O units: €1,000
- R units: €100

Currency of units: euro.

Fractioning:

- I units: Split into ten-thousandths of a unit.
- G, MC, MD, N, O and R units: Split into thousandths of a unit.

Subscription and redemption procedures:

| | Minimum initial subscription amount | Subscriptions | Redemptions |
|----------|-------------------------------------|--|------------------------------|
| G units | €300,000 | In amounts or in thousandths of a unit | In thousandths of a unit |
| I units | Ten-thousandths of a unit | In amounts or in ten-thousandths of a unit | In ten-thousandths of a unit |
| MC units | Thousandths of a unit | In amounts or in thousandths of a unit | In thousandths of a unit |
| MD units | Thousandths of a unit | In amounts or in thousandths of a unit | In thousandths of a unit |
| N units | One unit | In amounts or in thousandths of a unit | In thousandths of a unit |
| O units | Thousandths of a unit | In amounts or in thousandths of a unit | In thousandths of a unit |
| R units | Thousandths of a unit | In amounts or in thousandths of a unit | In thousandths of a unit |

Orders are executed in accordance with the table below:

| D | D | D | D+1 business day | D+3 business days | D+3 business days |
|--|--|--|------------------------------------|-----------------------------|---------------------------|
| Clearing of subscription orders before 11 a.m. (1) | Clearing of redemption orders before 11 a.m. (1) | Execution of the order no later than D | Publication of the net asset value | Settlement of subscriptions | Settlement of redemptions |

(1) Unless you have agreed a specific deadline with your financial institution.

Subscription and redemption requests are cleared by CACEIS Bank and may be received every bank business day up to 11:00 am:

- by CACEIS Bank for those clients for whom it provides custody-account keeping services, for bearer or administered registered units.
- and by Groupama Asset Management for pure registered units.

They are executed on an unknown net asset value basis with settlement on D+3 Euronext Paris.

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

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

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

Swing pricing mechanism:

Groupama Asset Management has chosen to implement a swing pricing mechanism pursuant to the procedures recommended by the AFG Charter to protect the UCITS and its long-term investors from the effects of strong inflows or outflows of capital.

If the net amount of subscription or redemption in the Fund exceeds a threshold previously set by Groupama Asset Management, the net asset value of the Fund will be increased or reduced by a percentage intended to offset the costs incurred by the investment or disinvestment of this amount and to ensure that these costs are not charged to the other investors in the Fund.

The triggering threshold and the extent of the swing of the net asset value are specific to the UCITS and are audited quarterly by a "Swing Price" committee. This committee may change the parameters of the swing pricing mechanism at any time, particularly in the event of crisis on the financial markets.

Provision of redemption caps or "gates":

Groupama Asset Management may implement the so-called "gates" to allow redemption requests from UCITS unitholders to be spread over several net asset values if they exceed a certain level, determined objectively.

- Description of the method used:
UCITS unitholders are reminded that the threshold for triggering gates corresponds to the relationship between:

- the difference recorded, on a single clearing date, between the number of UCITS units the redemption of which is requested, or the total amount of these redemptions and the number of UCITS units the subscription of which is requested, or the total amount of these subscriptions; and
- the net assets or the total number of UCITS units.

If the UCITS has several unit classes, the triggering threshold of the procedure will be the same for all UCITS unit classes.

The threshold above which the gates may be triggered is justified by the frequency at which the net asset value of the UCITS is calculated, its management orientation and the liquidity of the assets it holds. This is set at 5% of the net assets of the UCITS and applies to redemptions cleared for all the UCITS assets and not specifically to the UCITS unit classes.

When the redemption requests exceed the threshold for triggering gates, Groupama Asset Management may decide to honour redemption requests beyond the set cap, and to execute in part or in full those orders which might be blocked.

The maximum duration of the application of the gates is fixed at the equivalent of 20 net asset values for 3 months.

- Methods of providing information to unitholders:

In the event the gates system is activated, all UCITS unitholders will be informed by any means, through the website of Groupama Asset Management, www.groupama-am.com.

UCITS unitholders whose orders have not been executed will be informed as quickly as possible in a specific way.

- Processing of non-executed orders:

Redemption orders will be executed in the same proportions for UCITS unitholders who have requested redemption since the last clearing date. For non-executed orders, these will be automatically carried over to the next net asset value and will not have priority over the new redemption orders placed for execution on the basis of the next net asset value. In any case, redemption orders which are not executed and are automatically carried over may not be revoked by UCITS unitholders.

- Example illustrating the system that has been partially set up:

For example, if the total redemption order of the Fund's units is 10% while the triggering threshold is set at 5% of the net assets, Groupama Asset Management may decide to honour redemption orders up to 7.5% of the net assets (and therefore execute 75% of redemption orders as opposed to 50% if the 5% cap was strictly applied).

Fees and charges:

Subscription and redemption fees:

Subscription fees increase the subscription price paid by the investor, while redemption fees decrease the redemption price. The fees accruing to the Fund compensate it for the costs it has to pay to invest or divest the holdings of the Fund. The remaining fees accrue to the management company, distributor, etc.

| Unit class | Base | Subscription fee not accruing to the UCITS | Subscription fee accruing to the UCITS | Redemption fee not accruing to the UCITS | Redemption fee accruing to the UCITS |
|------------|--|--|--|--|--------------------------------------|
| G units | Net asset value x Number of units or shares | Maximum rate: 4% incl. tax | None | None | None |
| I units | Net asset value x Number of units or shares | Maximum rate: 2.75% incl. tax | None | None | None |
| MC units | Net asset value x Number of units or shares | Maximum rate: 3% incl. tax | None | None | None |
| MD units | Net asset value x Number of units or shares | Maximum rate: 3% incl. tax | None | None | None |
| N units | Net asset value x Number of units or shares | Maximum rate: 2.75% incl. tax | None | None | None |
| O units | Net asset value x Number of units or shares | Maximum rate: 4% incl. tax | None | None | None |
| R units | Net asset value x Number of units or shares | Maximum rate: 3% incl. tax | None | None | None |

- Operating and management fees:

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

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

- Outperformance commissions. These reward the management company if the Fund's performance exceeds its objectives. They are therefore charged to the Fund;
- Transaction fees charged to the Fund;
- A portion of the income from transactions involving the temporary acquisition and sale of securities.

Regarding charges invoiced to the Fund, please refer to the Key Information Document (KID).

I, MC and MD units:

| Fees charged to the UCITS | Base | Rate |
|--|--------------------------------|---|
| Management fees including external management fees (statutory auditor, custodian, distribution, lawyers, etc.) | Net assets | Maximum rate: 1% (including taxes) |
| Maximum indirect fees (management fees and charges) | Net assets | Maximum rate* |
| Transaction fee accruing to CACEIS Bank | Deducted from each transaction | Transferable securities: None Foreign exchange transaction: €10 incl. tax** OTC product: from €10 to €150 (depending on complexity) incl. tax** |
| Transaction fee accruing to the management company | Deducted from each transaction | By type of instrument*** |
| Outperformance commission | Net assets | None |

* Not significant, the UCITS held in the portfolio are below 20%.

** In accordance with the current rate of VAT

*** Refer to the fee schedule below "Transaction fees accruing to the Management Company"

N units:

| Fees charged to the UCITS | Base | Rate |
|--|--------------------------------|---|
| Management fees including external management fees (statutory auditor, custodian, distribution, lawyers, etc.) | Net assets | Maximum rate: 1.10% (including taxes) |
| Maximum indirect fees (management fees and charges) | Net assets | Maximum rate* |
| Transaction fee accruing to CACEIS Bank | Deducted from each transaction | Transferable securities: None Foreign exchange transaction: €10 incl. tax** OTC product: from €10 to €150 (depending on complexity) incl. tax** |
| Transaction fee accruing to the management company | Deducted from each transaction | By type of instrument*** |
| Outperformance commission | Net assets | None |

of which 1% is the financial management fee

* Not significant, the UCITS held in the portfolio are below 20%.

** In accordance with the current rate of VAT

*** Refer to the fee schedule below "Transaction fees accruing to the Management Company"

G units:

| Fees charged to the UCITS | Base | Rate |
|--|--------------------------------|---|
| Management fees including external management fees (statutory auditor, custodian, distribution, lawyers, etc.) | Net assets | Maximum rate: 0.90% (including taxes) |
| Maximum indirect fees (management fees and charges) | Net assets | Maximum rate* |
| Transaction fee accruing to CACEIS Bank | Deducted from each transaction | Transferable securities: None Foreign exchange transaction: €10 incl. tax** OTC product: from €10 to €150 (depending on complexity) incl. tax** |
| Transaction fee accruing to the management company | Deducted from each transaction | By type of instrument*** |
| Outperformance commission | Net assets | None |

* Not significant, the UCITS held in the portfolio are below 20%.

** In accordance with the current rate of VAT

*** Refer to the fee schedule below "Transaction fees accruing to the Management Company"

O units:

| Fees charged to the UCITS | Base | Rate |
|--|--------------------------------|---|
| Management fees including external management fees (statutory auditor, custodian, distribution, lawyers, etc.) | Net assets | Maximum rate: 0.10% (taxes included) |
| Maximum indirect fees (management fees and charges) | Net assets | Maximum rate* |
| Transaction fee accruing to CACEIS Bank | Deducted from each transaction | Transferable securities: None Foreign exchange transaction: €10 incl. tax** OTC product: from €10 to €150 (depending on complexity) incl. tax** |
| Transaction fee accruing to the Management Company | Deducted from each transaction | By type of instrument*** |
| Performance fee | Net assets | None |

* Not significant, the UCITS held in the portfolio are below 20%

** In accordance with the current VAT rate

*** Refer to the fee schedule below "Transaction fees accruing to the Management Company"

R units:

| Fees charged to the UCITS | Base | Rate |
|--|--------------------------------|---|
| Management fees including external management fees (statutory auditor, custodian, distribution, lawyers, etc.) | Net assets | Maximum rate: 0.55% (taxes included) |
| Maximum indirect fees (management fees and charges) | Net assets | Maximum rate* |
| Transaction fee accruing to CACEIS Bank | Deducted from each transaction | Transferable securities: None Foreign exchange transaction: €10 incl. tax** OTC product: from €10 to €150 (depending on complexity) incl. tax** |
| Transaction fee accruing to the Management Company | Deducted from each transaction | By type of instrument*** |
| Performance fee | Net assets | None |

* Not significant, the UCITS held in the portfolio are below 20%

** In accordance with the current VAT rate

*** Refer to the fee schedule below "Transaction fees accruing to the Management Company"

- Transaction fees accruing to the management company

| Transaction fee accruing to the management company By type of instrument | Base | Maximum rate and/or scale |
|---|--------------------------------|---------------------------|
| Equities and equivalent | Deducted from each transaction | 0.10% incl. tax |
| Convertible bonds | Deducted from each transaction | 0.05% incl. tax |
| Corporate bonds | Deducted from each transaction | 0.05% incl. tax |
| Government bonds | Deducted from each transaction | 0.03% incl. tax |
| Exchange rate, including over the counter (OTC) | Deducted from each transaction | 0.005% incl. tax |
| Interest rate swaps (IRS) | Deducted from each transaction | 0.02% incl. tax |
| Credit default swaps (CDS) and asset-backed securities (ABS) | Deducted from each transaction | 0.03% incl. tax |
| Listed derivatives (per lot) | Deducted from each transaction | €2 |

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

The contribution to the AMF will also be borne by the Fund.

Total income from transactions involving the temporary acquisition and sale of securities accrues to the Fund.

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

- Selection of intermediaries:

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

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

- Quality of price execution
- Liquidity offered
- Broker's longevity
- Quality of operations, etc.

4 COMMERCIAL INFORMATION

All information relating to the UCITS may be obtained by writing to:

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

or by going to the website: <http://www.groupama-am.com>

The net asset value of the Fund is available on the website: www.groupama-am.com

The latest annual and interim documents are available to unitholders by writing to:

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

Subscription and redemption requests are cleared by CACEIS Bank at the following address:

CACEIS Bank
89–91 rue Gabriel Péri - 92120 Montrouge - France

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

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

5 INVESTMENT RULES

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

6 OVERALL RISK

The total risk of this Fund is determined using the commitment approach.

7 ASSET VALUATION AND ACCOUNTING RULES

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

The accounting currency is the euro.

7.1 Valuation methods

Transferable securities traded on a French or foreign regulated market, including ETFs:

- Securities traded in the eurozone:
=> Last price on valuation day.

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

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

Transferable securities whose price has not been calculated on the valuation day are valued at the last officially published price. Securities whose prices have been adjusted are valued at their probable market value under the sole responsibility of the UCI's manager or management company.

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

Units and shares of UCIs

Units and shares of UCIs are valued at their last known net asset value.

Negotiable debt securities

Negotiable debt securities (short-term and medium-term, bills issued by financial institutions, bills issued by specialist financial institutions) are valued according to the following rules:

- On the basis of the actual market traded price;
- In the absence of a meaningful market price, by applying an actuarial method, the reference rate being that of the issuances of equivalent securities increased, where applicable, by a differential reflecting the intrinsic characteristics of the issuer.

Over-the-counter transactions

Transactions concluded on an over-the-counter market, authorised by the regulations applicable to UCIs, are valued at their market value.

Futures and options contracts

- Futures contracts on derivatives markets are valued at the same day settlement price.
- Options on derivatives markets are valued at the same day closing price.

Temporary purchases and sales of securities

- Temporary purchases of securities

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

- Temporary sales of securities

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

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

- Collateral and margin calls

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

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

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

Valuation methods for off-balance-sheet commitments:

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

- Options contracts are valued at their underlying equivalent.

- Swaps

- ▶ Asset-backed or non-asset-backed swap

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

- ▶ Other swaps

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

7.2 Method used to recognise income from fixed-income securities

Accrued interest method.

7.3 Method used to recognise expenses

Transactions are accounted for excluding fees and expenses.

8 REMUNERATION

Details of the updated remuneration policy are available on the Groupama Asset Management website at www.groupama-am.com.

Product name:
GROUPAMA ETAT MONDE

Legal entity identifier:
549300EFW8DMNHVZEY38

Environmental and/or social characteristics

Sustainable investment means an investment in an economic activity that contributes to an environmental or social objective, provided that the investment does not significantly harm any environmental or social objective and that the investee companies follow good governance practices.

The **EU Taxonomy** is a classification system laid down in Regulation (EU) 2020/852 establishing a list of **environmentally sustainable economic activities**. This Regulation does not lay down a list of socially sustainable economic activities. Sustainable investments with an environmental objective might be aligned with the Taxonomy or not.

Does this financial product have a sustainable investment objective? *[tick and fill in as relevant, the percentage figure represents the minimum commitment to sustainable investments]*

Yes

No

It will make a minimum of **sustainable investments with an environmental objective: ___ %**

in economic activities that qualify as environmentally sustainable under the EU Taxonomy

in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

It will make a minimum of **sustainable investments with a social objective: ___ %**

It **promotes Environmental/Social (E/S) characteristics** and, while it does not have as its objective a sustainable investment, it will have a minimum proportion of 0 % of sustainable investments

with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy

with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy

with a social objective

It promotes E/S characteristics, but **will not make any sustainable investments**



What environmental and/or social characteristics are promoted by this financial product?

The UCITS promotes environmental and social characteristics using a management approach favouring the selection of countries with a favourable ESG profile. With this in mind, the Subfund excludes certain securities and establishes an ESG score.

The analysis and the country rating is based on sustainable development indicators published mainly by the World Bank and Eurostat and sorted into the three major pillars: Environment (E), Social (S) and Governance (G).

With this in mind, the UCITS implements a best-in-universe approach and also excludes certain securities.

The investment universe is then divided into five quintiles, with each quintile representing 20% of the investment universe in terms of number of securities. The securities rated as Quintile 1 represent the best ESG ratings within the investment

universe, while those rated Quintile 5 represent the worst ratings. The UCITS will focus on investing in securities belonging to Quintiles 1 to 4.

Furthermore, the UCITS does not have a designated reference benchmark tailored to ESG characteristics under the SFDR Regulation.

Sustainability indicators measure how the environmental or social characteristics promoted by the financial product are attained.

● ***What sustainability indicators are used to measure the attainment of each of the environmental or social characteristics promoted by this financial product?***

As part of its investment policy, the UCITS will report on the following sustainability indicators in order to measure the attainment of each of the environmental or social characteristics it promotes:

- Average ESG rating of the UCITS compared to the UCITS benchmark and the reference universe;
- Percentage of investments in companies exposed to one of the sectors or activities covered by the UCITS's exclusion policy;
- Percentage of investments in companies exposed to sectors or activities deemed to be incompatible with Groupama Asset Management's engagement policy.

● ***What are the objectives of the sustainable investments that the financial product partially intends to make, and how does the sustainable investment contribute to such objectives?***

Not applicable.

● ***How do the sustainable investments that the financial product partially intends to make not cause significant harm to any environmental or social sustainable investment objective?***

Not applicable.

● ***How were the indicators for adverse impacts on sustainability factors taken into account?***

Not applicable.

● ***How are the sustainable investments aligned with the OECD Guidelines for Multinational Enterprises and the UN Guiding Principles on Business and Human Rights?***

Not applicable.

Principal adverse impacts are the most significant negative impacts of investment decisions on sustainability factors concerning environmental, social and employee-related matters, respect for human rights, and combating corruption and bribery.



The EU Taxonomy sets out a “Do No Significant Harm” principle, in accordance with which Taxonomy-aligned investments should not significantly harm EU Taxonomy objectives, and which is accompanied by specific EU criteria.

The 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.

Any other sustainable investments must also not significantly harm any environmental or social objectives.



Does this financial product consider principal adverse impacts on sustainability factors?

Yes

Certain indicators relating to principal adverse impacts are considered throughout the investment process and form an integral part of the ESG methodology adopted by the UCITS. Potential investments will therefore be examined through the analysis of quantitative and qualitative data, in accordance with the investment strategy of the UCITS as described in the relevant section.

An assessment of the principal adverse impacts will be carried out for the UCITS and will be reported annually as part of the UCITS's periodic report.

No

What investment strategy does this financial product follow?

The management process uses a best-in-universe ESG approach. The ESG analysis of sovereign issuers utilises the proprietary Country rating methodology developed by Groupama AM, which is based on the sustainable development indicators published mainly by the World Bank and Eurostat.

These ESG criteria are analysed on the basis of various indicators, including:

- Environment: Carbon intensity corresponds to the total national emissions, plus the emissions corresponding to the production of all the goods and services imported into the country, as a ratio of GDP;
- Social: Long-term unemployment rate: Percentage of the working population aged 15 to 74 who have been unemployed for 12 months or more;
- Human rights: Freedom of expression and citizenship: Perception of democracy (people's ability to choose their government), freedom of expression, freedom of association and freedom of the media.

Our rating methodology seeks to summarise a country's performance in terms of a sustainable development policy. It ranks and rates countries' ability to establish sustainable growth over the long term.

The ESG analysis results in a score of 1 to 100 for all countries belonging to this investment universe (with 100 being the best). The ESG investment universe is selected from a range of debt issuers with an ESG rating.

The UCITS will focus on investing in securities belonging to Quintiles 1 to 4. The selection should result in an average ESG score for the portfolio that is significantly higher than that of its investment universe.

The main limitation of this analysis relates to the quality of the available information. ESG data is not yet standardised and Groupama Asset Management's analysis is ultimately based on qualitative and quantitative data provided by the companies themselves, some of which may still be incomplete and heterogeneous.

To overcome this limitation, Groupama Asset Management focuses its analysis on the most important aspects of the sectors and companies analysed.

For more detailed information on the rating methodology implemented in the UCITS and its limitations, investors are invited to read the methodology document, which is available at the website www.groupama-am.com.

The **investment strategy** guides investment decisions based on factors such as investment objectives and risk tolerance.

● ***What are the binding elements of the investment strategy used to select the investments to attain each of the environmental or social characteristics promoted by this financial product?***

In order to attain the environmental and social characteristics promoted, the investment strategy is based on the following factors:

- Exclusion of securities belonging to the “Major ESG Risks” list: Groupama Asset Management tracks a list of securities considered to carry significant ESG risks (the “Major ESG Risks” list). These are companies whose ESG risks could call into question their economic and financial viability or could have a significant impact on the value of the company and thus lead to a substantial loss in the value of their stock or a significant downgrade by the rating agencies;
- Exclusion of sectors deemed to be incompatible with Groupama Asset Management's engagement policy: both companies involved in coal mining and coal-related energy production and companies known to be involved in activities involving controversial weapons (cluster bombs and anti-personnel mines) are excluded from the UCITS's investment scope.
- The portfolio must have a higher average ESG score than its investment universe.

The securities held in the portfolio indicate a minimum screening and monitoring rate of 90% of the portfolio's ESG ratings, excluding cash and mutual funds.

● ***What is the committed minimum rate to reduce the scope of the investments considered prior to the application of this investment strategy?***

Not applicable.

Good governance

practices include sound management structures, employee relations, remuneration of staff and tax compliance.

● **What is the policy applied to assess the good governance practices of the investee companies?**

To ensure that the countries invested in comply with good governance practices, the Subfund uses an internal analysis methodology that takes into account good governance criteria through its ESG approach. The criteria analysed include government efficiency, regulatory quality, rule of law, corruption control, freedom of expression and gender equality.



Asset allocation

describes the share of investments in specific assets.

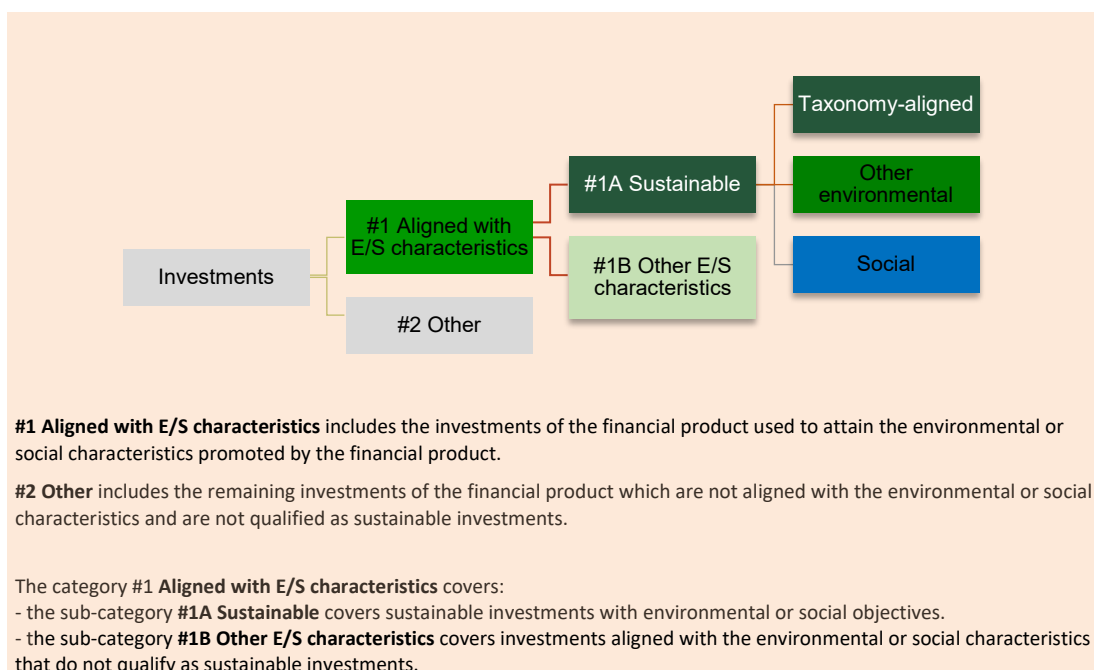
What is the asset allocation planned for this financial product?

Within the portfolio:

- The minimum proportion of investments contributing to the environmental and social characteristics promoted by the UCITS is 90% (#1 below), excluding mutual funds and cash.
- The minimum proportion of Taxonomy-aligned investments is 0%.

Taxonomy-aligned activities are expressed as a percentage of:

- the **turnover**, in order to reflect the share of revenue derived from the green activities of investee companies;
- **capital expenditure** (CapEx), in order to show the green investments made by investee companies, e.g. for a transition to a green economy;
- **operational expenditure** (OpEx), so as to reflect the green operational activities of investee companies.



● **How does the use of derivatives attain the environmental or social characteristics promoted by the financial product?**

Not applicable.



To what minimum extent are sustainable investments with an environmental objective aligned with the EU Taxonomy?

To comply with EU taxonomy, criteria for **fossil gas** consist of limitations on emissions and a transition to renewable energy or to low-carbon fuels by the end of 2035. For **nuclear energy**, the criteria include complete safety and waste management rules.

- **Does the financial product invest in activities related to fossil gas and/or nuclear energy in compliance with EU taxonomy¹?**

We do not have the data we need to respond at this point.

Yes

Fossil Gas Nuclear energy

No

¹ Fossil gas and/or nuclear-related activities are only compliant with European Taxonomy in that they contribute to limiting climate change (“climate change mitigation”) and do not significantly impair European Taxonomy objectives — see the explanatory note on the left. The full criteria for fossil gas and nuclear energy-related economic activities in compliance with EU taxonomy are defined in the Delegated Regulation (EU) 2022/1214 of the Commission.

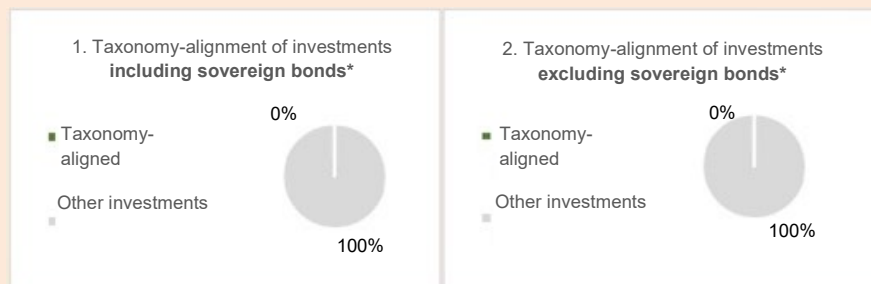
Enabling activities

directly enable other activities to make a substantial contribution to an environmental objective.

Transitional activities

are activities for which low-carbon alternatives are not yet available and, among other characteristics, have greenhouse gas emission levels corresponding to the best possible performance.

The two graphs below show in green the minimum percentage of investments that are aligned with the EU Taxonomy. As there is no appropriate methodology to determine the Taxonomy alignment of sovereign bonds*, the first graph shows the Taxonomy alignment in relation to all the investments of the financial product including sovereign bonds, while the second graph shows the Taxonomy alignment only in relation to the investments of the financial product other than in sovereign bonds.



* For the purpose of these graphs, ‘sovereign bonds’ consist of all sovereign exposures.

The UCITS promotes environmental and social characteristics; however, the UCITS is not committed to making a minimum of sustainable investments with an environmental objective aligned with the EU Taxonomy.

● **What is the minimum share of investments in transitional and enabling activities?**

The UCITS promotes environmental and social characteristics; however, the UCITS is not committed to making a minimum of sustainable investments with an environmental objective aligned with the EU Taxonomy, nor is it committed to making a minimum share of investments in transitional and enabling activities.



The symbol represents environmentally sustainable investments that **do not take into account the criteria** for environmentally sustainable economic activities under the EU Taxonomy.



What is the minimum share of sustainable investments with an environmental objective that are not aligned with the EU Taxonomy?

The UCITS promotes environmental and social characteristics; however, the UCITS is not committed to making a minimum of sustainable investments.



What is the minimum share of socially sustainable investments?

The UCITS promotes environmental and social characteristics; however, the UCITS is not committed to making a minimum of sustainable investments.



What investments are included under “#2 Other”, what is their purpose and are there any minimum environmental or social safeguards?

The “#2 Other” category consists of issuers or securities without a score due to a lack of sufficient ESG data but for which the fund exclusion policies apply.



Is a specific index designated as a reference benchmark to determine whether this financial product is aligned with the environmental and/or social characteristics that it promotes?

Not applicable.

Reference benchmarks are indexes to measure whether the financial product attains the environmental or social characteristics that they promote.



Where can I find more online product specific information?

More product-specific information can be found on the website: <https://www.groupama-am.com/fr/finance-durable/>