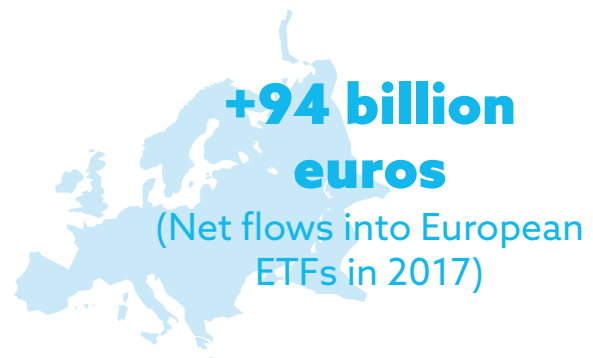
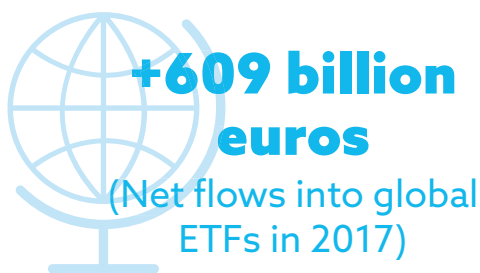


ETF Market Flows Analysis Europe and World

Globally as well as in Europe, ETF flows doubled between 2016 and 2017, with 609 billion euros (of which 447 billion into equities) and 94 billion euros respectively (of which 64 billion went into equities) amassed in 2017. In Europe, flows attained record levels over the year, with European equity ETFs being the big winners. In particular, Eurozone equities pulled in 7.7 billion euros.



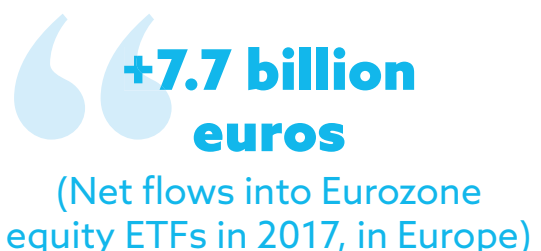
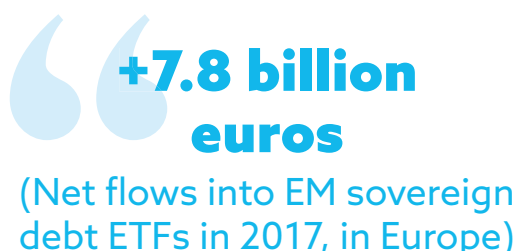
The global ETF market ended the year with a new record. With 55 billion euros of flows in December alone, the market gathered **609 billion euros over the course of the year, almost doubling the level of inflows seen in 2016 (+360 billion)**. Although fixed income ETFs continued to see subscriptions growing (+151 billion in 2017 versus +110 in 2016), this total mainly owed to demand for equity ETFs (+447 billion in 2017 versus +228 in 2016). The situation is the same in the American, Asian and European markets.

In Europe specifically, even though investors were rather restrained in December (+3.4 billion euros, of which +2.9 billion were in equities), the ETF market had a good year overall in 2017, with **flows that were more than twice those of 2016** (94 billion euros versus 42 billion). As at the global level, **equity ETFs were the main driver of this dynamic, with 64 billion euros (+16 billion in 2016) against 27 billion into fixed income ETFs (+23 billion in 2016)**. In contrast to 2016, when European equity ETFs (+0.07 billion euros) and those invested in the Eurozone ETFs (-9.9 billion euros) did not win investors' favour, 2017 showed a change of appetite as these two segments of the

equity market attained 5.3 and 7.7 billion euros respectively. In terms of country exposures, we saw that France did well, with 968 million euros of inflows overall, against 1 billion of withdrawals from German equity ETFs. Finally, flows into other main geographical zones, i.e **Emerging Markets (+9.5 billion), North America (8.8 billion) and Japan (3.7 billion), showed strong progress compared with 2016**.

In the European market, sectorial and smart beta ETFs attained the highest volumes with 20.7 billion euros collected. Within this universe, financial stocks (+4 billion), SRI as a theme (+2.3 billion) and the "value" strategy (+3.3 billion) benefited from investors' enthusiasm.

Regarding fixed income, **while corporate bonds gained investors' favour** with 12.1 billion euros of inflows in 2017, **sovereign debt also returned** to their portfolios with 9.2 billion euros collected (against only +1.4 billion in 2016). This rebound in sovereign debt is explained by **the strong inflows to Emerging Markets** which attracted 7.8 billion euros. In terms of corporate debt, demand for **Floating Rate Notes accounted for much of the overall inflows (4.5 billion)**.



ETF Market Flows analysis Europe and World

This document is intended solely for journalists and media professionals. The information about the Global and/or European ETF market is provided solely to enable journalists and media professionals to have an overview of this market, and whatever use they make, which is exclusively for independent editorial, Amundi AM assumes no responsibility. This document is not intended for citizens or residents of the United States of America or to any «U.S. Person», as this term is defined in SEC Regulation S under the U.S. Securities Act of 1933.

The US person definition is indicated in the legal mentions section on www.amundi.com. Promotional and non-contractual information which should not be regarded as an investment advice or an investment recommendation, a solicitation of an investment, an offer or a purchase. The exactness, exhaustiveness or relevance of the information, the prevision and analysis provided is not guaranteed. It is based on sources considered as reliable and may change without prior notice. It is inevitably partial, provided based on market data stated at a particular moment and is subject to change without prior notice.

Information reputed exact as of: December-17

Reproduction prohibited without the written consent of the Management Company. Amundi ETF designates the ETF business of Amundi Asset Management. Amundi Asset Management. French joint stock company (Société Anonyme) with a capital stock of €1 086 262 605 - Portfolio management company approved by the French Financial Markets Authority (Autorité des Marchés Financiers) - under no.GP 04000036. Head office: 90, boulevard Pasteur, 75015 Paris - France. Postal address: 90, boulevard Pasteur, CS 21564, 75730 Paris Cedex 15 - France. Tel : +33 (0)1 76 33 30 30 - amundi.com - 437 574 452 RCS Paris

For further information, please contact:

Laura BES-UGER

Laura.uger@amundi.com

+33 1 76 32 33 77

Lisa Dutour

lisa.dutour-ext@amundi.com

+33 1 76 32 11 46