

## Purpose

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

## Product

### Ostrum SRI EURO Sovereign Bonds

**R (C) EUR share – ISIN Code: FR0000003196**

*The Management Company Natixis Investment Managers International, which is part of the BPCE Group, is authorised in France and regulated by the AMF, the French Financial Markets Authority. This Product is authorised in France and regulated by the AMF. More information can be found on the Management Company's website, [www.im.natixis.com](http://www.im.natixis.com), or by calling +33 (0)1 78 40 98 40.*

**The key information contained in this document is correct as at 09/06/2023.**

## What is this Product?

**Type** This Product is a UCITS with the legal form of an open-ended investment company (Société d'Investissement à Capital Variable, or SICAV). This Product is a portfolio of eligible financial instruments that you will hold collectively with other investors and that will be managed in accordance with its objectives.

**Maturity** This Product does not have a specific expiry date. It may, however, be dissolved or merged, in which case you will be informed by any appropriate means as specified in the Product rules.

### Objectives

The SICAV has two objectives: to outperform the JP Morgan EMU global index (closing value) by way of active management of the modified duration and of the yield curve of the different eurozone states and to implement a socially responsible investment strategy over the recommended minimum investment period of more than three years.

The Product is actively managed. The Benchmark is used for comparison purposes only. The Delegated Investment Manager remains free to choose the stocks that make up the portfolio in accordance with the Sub-Fund's investment policy.

In order to achieve these two management objectives, the portfolio is constructed in two stages. The first stage consists of analysing a universe of securities based on SRI criteria and the second stage aims to select transferable securities based on their financial and extra-financial characteristics. The investment policy of the SICAV relies on active management of the interest rates of the different eurozone states with three sources of performance: - the management of the modified duration, which is between 1 and 15 for its widest range and between 3 and 9 for its target range. The modified duration indicates the variation in the value of the UCITS' assets if interest rates were to change by 1%, - the positioning on the yield curve, i.e. that the management invests in various short-, medium- and long-term maturity segments depending on the expected interest rate trends, - the selection of portfolio securities in the eurozone countries.

The Product falls under the classification: Bonds and other debt securities denominated in euros.

The SICAV is invested in securities denominated in euros issued and/or guaranteed by eurozone member states. The securities held are fixed-rate and variable-rate bonds (particularly inflation-linked bonds). The SICAV does not hold securities issued by private issuers. Within the management framework, there is no minimum rating obligation for the securities in which the SICAV invests. The initial investment universe incorporates extra-financial criteria, be they environmental, social or governance-related (ESG). The SICAV complies with the sector and exclusion policies put in place by Ostrum Asset Management. Extra-financial dimensions are systematically included in the risk assessment and fundamental analysis of public issuers. Among SRI "eligible" assets, the portion of ESG-analysed issuers must permanently exceed 90%. The portfolio is built using a "Best-in-Universe" approach. The average ESG rating of the SRI "eligible" universe is calculated by distinguishing between the green bonds from sovereign issuers and those from quasi-sovereign issuers, i.e. supranational agencies and guaranteed agencies. - For investments in green government bonds: we calculate an average ESG rating for the adjusted investment universe by extracting 20% of the lowest-valued issuers (including the most controversial issuers according to Ostrum's exclusion and sector policies and the lowest-rated issuers), this ESG rating being weighted by assets over the remaining 80% of issuers. - For investments in green securities from quasi-sovereign agencies, i.e. supranational agencies and guaranteed agencies, we calculate an average ESG score of the investment universe adjusted by excluding 20% of the poorest-performing issuers (including the most controversial issuers based on Ostrum's exclusion and sector-based policies and lowest-rated issuers), meaning this ESG score is weighted by the assets of the remaining 80% of issuers. The final average ESG score of the SRI "eligible" universe is calculated by applying a weighting of 70% to the score obtained for the green government bonds universe and of 30% to the score obtained for the universe of green securities from quasi-sovereign entities.

The UCITS may also use derivatives, particularly in order to hedge the portfolio against and/or expose it to interest rate risk.

The Product accumulates its income.

**Redemption requests are received every day by 12:30 p.m. at the latest and are executed daily.**

**Intended retail investors** The Fund is intended for investors who wish to diversify their investments in bonds and other debt securities denominated in euros; can afford to tie up their capital for a recommended period of at least 3 years (medium-term horizon); and can sustain temporary losses.

## Additional information

**Depository:** CACEIS Bank

Details of the remuneration policy are available at [www.im.natixis.com](http://www.im.natixis.com).

**Tax:** Depending on your tax system, any profit and/or income related to the holding of this Product may be subject to tax. Please ask the person who advised you on or sold you this Product for more information.

**The net asset value** is available from the Management Company at the postal address indicated below and online at [www.im.natixis.com](http://www.im.natixis.com).

The prospectus, annual reports and latest periodic documents, as well as all other practical information for the Product may be obtained, in French, from the Management Company on written request to: Natixis Investment Managers International – 43 Avenue Pierre Mendès France, 75648 Paris Cedex 13, France, or to the following email address: [ClientServicingAM@natixis.com](mailto:ClientServicingAM@natixis.com).

## What are the risks and potential rewards?

### Risk indicator



The risk indicator assumes that you will keep this Product for 3 years.

Since this Product does not provide any protection against future market performance, you could lose some or all of your investment.

Lowest risk

Highest risk

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

This Product is classified as 3 out of 7, which is a medium-low risk class. In other words, the potential losses arising from future performance are medium-low, and if the market situation were to deteriorate, it is unlikely that our ability to pay you would be affected. Other material Product risks not factored into the SRI calculation: credit risk, risks related to the impact of the management techniques used.

***Be aware that you may be impacted by currency risk. This is because the currency of this Product may be different from that of your country. The repayments you receive will be made in the currency of this Product, which may be different from that of your country. The final return you receive will depend on the exchange rate between these two currencies. This risk is not taken into account in the above indicator.***

### Performance scenarios

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

**This amount also depends on the future market performance. Market developments in the future are uncertain and cannot be accurately predicted.**

**The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the Product over the last 10 years. Markets could develop very differently in the future. The stress scenario shows what you might get back in extreme market circumstances.**

| Recommended holding period: 3 years                    |                                     | If you exit after 1 year  | If you exit after 3 years |
|--|-------------------------------------|---|---------------------------|
| The examples are based on an investment of: EUR 10,000 |                                     |   |                           |
| Scenarios  |                                     |   |                           |
| Minimum  |                                     | This Product has no guarantee. You may lose some or all of your investment. |                           |
| Stress   | What you might get back after costs | 6,130 EUR   | 7,310 EUR                 |
|  | Average return each year            | -38.7%  | -9.9%                     |
| Unfavourable (*)                                       | What you might get back after costs | 7,980 EUR   | 7,680 EUR                 |
|  | Average return each year            | -20.2%  | -8.4%                     |
| Moderate (*)   | What you might get back after costs | 9,860 EUR   | 10,390 EUR                |
|  | Average return each year            | -1.4%   | 1.3%                      |
| Favourable (*)   | What you might get back after costs | 11,040 EUR  | 12,080 EUR                |
|  | Average return each year            | 10.4%   | 6.5%                      |

(\*) The unfavourable scenario pertains to an investment made in 2020 or 2022, the moderate scenario to one made between 2017 and 2020 and the favourable scenario to one made between 2013 and 2016.

## What happens if Natixis Investment Managers International cannot pay you back?

The assets of your Product are held at its Depository, CACEIS Bank. Should Natixis Investment Managers International become insolvent, your Product's assets will not be affected. Should the Depository or a sub-depositary entrusted with the custody of your Product's assets become insolvent, there is a risk of financial loss. However, this risk is mitigated to some extent because the Depository is required by law and by the Product rules to separate its own assets from those of the Product.

As provided for by law, there is an investor guarantee or compensation scheme should the Depository default.

## What are the costs of your Product?

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

### Costs over time

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

- In the first year, you would get back the amount that you invested (0% annual return); For the other holding periods, the Product performs as shown in the moderate scenario;
- Assuming an investment of EUR 10,000

|                               | If you exit after 1 year | If you exit after 3 years |
|-------------------------------|--------------------------|---------------------------|
| <b>Total costs</b>            | 383 EUR                  | 553 EUR                   |
| <b>Annual cost impact (*)</b> | 3.9%                     | 1.9% per year             |

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the end of the recommended holding period your average return per year is projected to be 3.2% before costs and 1.3% after costs.

The total costs do not include any capitalisation or life insurance contract costs.

We may share part of the costs with the person selling you the Product to cover the services they provide to you. They will inform you of the amount. These figures include the maximum EUR 46 distribution fee to which the person selling you the Product is entitled. This person will inform you of the actual distribution fee.

### Composition of costs

| One-off costs upon entry or exit                                   |   | If you exit after 1 year |
|--|---|--------------------------|
| <b>Entry charge</b>  | 3.0% of the amount you invest. This is the maximum you will be charged. The person selling you the Product will inform you of the actual charge.  | Up to EUR 300            |
| <b>Exit charge</b>   | There is no exit charge.  | None                     |
| <b>Ongoing costs taken each year</b>                               |   |                          |
| <b>Management fees and other administrative or operating costs</b> | 0.7%<br>Ongoing charges are established on the previous accounting year's figures, closed in March 2022. This figure may vary from one financial year to the next.  | 68 EUR                   |
| <b>Transaction costs</b>   | 0.2% of the value of your investment. <i>This is an estimate of the costs incurred when we buy and sell the underlying investments for the Product. The actual amount will vary depending on the amounts we buy and sell.</i> | 15 EUR                   |
| <b>Incidental costs taken under specific conditions</b>            |   |                          |
| <b>Performance fee</b>   | There is no performance fee for this Product.   | None                     |

## How long should you keep this Product and can you get your money back early?

### Recommended holding period: 3 years

This is the period over which you are advised to retain your investment in order to obtain a potential return while minimising the risk of losses. This period is related to your Product's asset class, management objective and investment strategy.

You may ask to redeem your Product at any time, but you may receive less than expected if you do so before the end of the recommended holding period. The recommended holding period is an estimate and should be considered neither as a guarantee nor as a commitment to future performance, Product return or stability of risk.

### How can you complain?

If you want to make a complaint about the person who advised you on or sold you this Product, or about the Product itself, you can send an email to [ClientServicingAM@natixis.com](mailto:ClientServicingAM@natixis.com) or write to Natixis Investment Managers International at the following address: Natixis Investment Managers International – 43 Avenue Pierre Mendès France, 75648 Paris Cedex 13, France.

### Other relevant information

A graph showing the past performance of your Product over 10 years is available via the following link: [https://priips.im.natixis.com/past\\_performance?id=FR0000003196](https://priips.im.natixis.com/past_performance?id=FR0000003196).

Monthly calculations of your Product's performance scenarios can be accessed via the following link: [https://priips.im.natixis.com/past\\_performance\\_scenario?id=FR0000003196](https://priips.im.natixis.com/past_performance_scenario?id=FR0000003196).