

Celebrating five years of dynamic asset allocation with AXA WF Global Optimal Income

AXA WF Global Optimal Income celebrates its 5 year anniversary in March 2018. Here's how we've utilised the flexibility of our multi-asset approach to deliver steady growth while minimising drawdowns over that time.

8.24%
annualised performance since launch¹

1st decile
across 1, 3 and 5 years²

0-100%
equity allocation³



A key driver of performance is our flexibility to adapt equity exposure to economic and market conditions while maintaining a growth focus:

"Risk off" conditions

Macroeconomic environment shows strong deterioration and perceived tail risk

Lower equity exposure:

Equities from 0% to 25%

Duration +2 to +8

"Normal" market conditions

We base allocation decisions on asset class valuations, focusing on diversification and low correlations

Tactically manage equity exposure:

Equities from 25% to 75%

Duration 0 to +8

"Risk on" conditions

Markets show consistent performance, with room for equities to rise

Capture an additional upside

Duration -2 to +6

Equities from 75% to 100%

Here's how it worked in practice

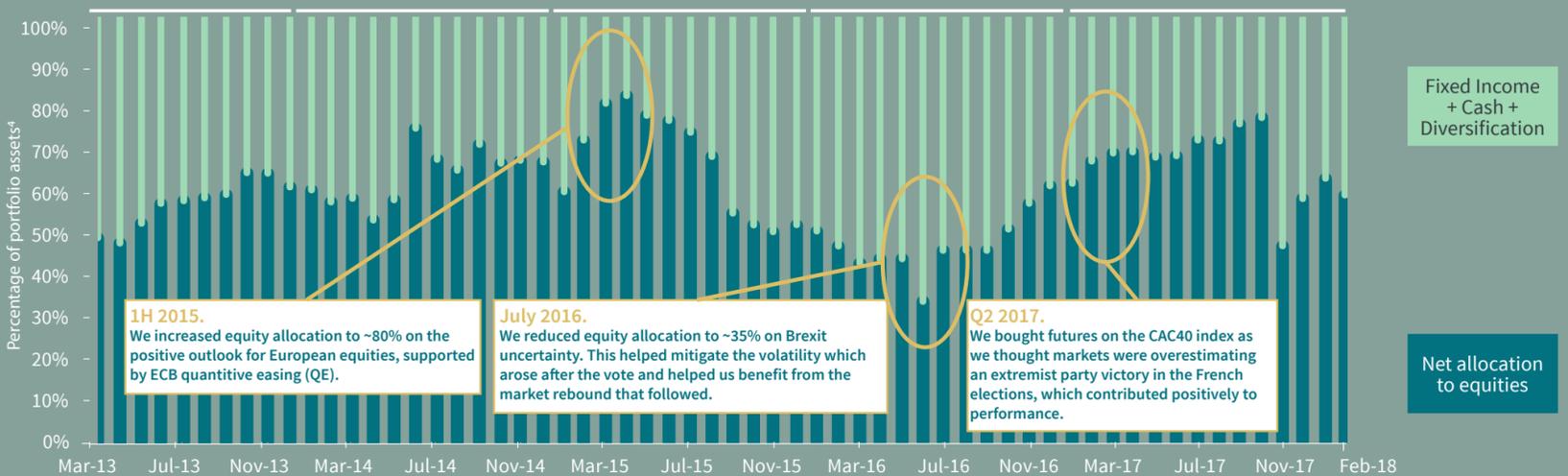
2013:
Fund launched

2014:
Difficult year for markets but stock picking strongly benefited the fund

2015:
We had a positive bias on equities most of the year, especially Europe and Japan

2016:
Difficult start of the year but equity replacement strategy helped smooth volatility

2017:
Focus on growth sensitive assets most of the year, based on solid global growth and accommodative monetary policy



Why is now a good time to invest in Global Optimal Income?



1
Volatility requires flexibility

Volatility has returned at the start of 2018, but this is not a new phenomenon – for example we endured difficult market conditions in 2015-2016. To capture investment opportunities and mitigate risks as and when they arise, we have full flexibility on equities.

2
Conviction in ever-changing markets

Market volatility also shouldn't mean changing your views every day. Our combination of top-down asset class exerts and conviction-led stock selection aims to give investors long-term returns.

3
Access global growth

With global growth and the stock of QE likely to peak this year, AXA WF Global Optimal Income aims to provide steady growth by capturing the upside of rising markets while mitigating drawdowns in declining markets.

¹ Performance figures quoted are for the A share class in euros, net of fees, for the AXA WF Global Optimal Income from 8 March 2013 to 8 March 2018. All investments involve risk including the loss of capital. Past performance is no guarantee of future performance.

² Morningstar ranking indicates that AXA WF Global Optimal Income is in the 1st decile across 1yr, 3yr and since-launch within the EAA OE EUR Flexible Allocation – Global category. © Morningstar as at 08/03/2018. Decile rankings refer to both A and F share class in euros for each fund's Morningstar category. The information, data, analyses and opinions contained herein (1) include the propriety information of Morningstar; (2) may not be copied or redistributed; (3) do not constitute investment advice; (4) are provided solely for informational purposes; (5) are not warranted to be complete, accurate or timely; and (6) may be drawn from fund data published on various dates.

³ Percentage of portfolio's net assets for illustrative purposes only. For more details refer to the appropriate KIID or Prospectus.

⁴ Source: AXA IM. Unaudited data from end of March 2013 to end February 2018. AXA WF Global Optimal Income I Share. The figures are related to previous months or years and past performances are not a reliable indicator of future performances. Performance calculations are net of management or distribution fees. Performance calculations are based on the reinvestment dividend. **Remember... all investment involves risk.** AXA WF Global Optimal Income is invested in financial markets and uses techniques and instruments which are subject to some levels of variation, which may result in gains or losses. Risks associated with the Fund include credit risk, counterparty risk, risks associated with techniques such as derivatives, the use of leverage which may increase the effect of market movements on the Fund, geopolitical risk, and risk linked to investments in hedge funds. Investors are advised to refer to the current KIID and prospectus available on our website for a detailed description of risk considerations.

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