

Recent trends in the Investment Fund's Industry

A. European Investment Funds' Market

The combined assets of the Investment Fund market in Europe, i.e. the market for UCITS Funds and AIF, increased by 1.1 percent in April 2016 to stand at EUR 13,252.4 billion¹ at month end. This represents a 0.5 percent decrease since the beginning of the year.

At the end of the month, total net assets of UCITS Funds and AIF stood at EUR 8,104.5 billion and EUR 5,147.9 billion, respectively.

In April 2016, European Investment Funds recorded positive net sales of EUR 65.1 billion. UCITS Funds experienced net inflows of EUR 44.2 billion while AIF registered net inflows of EUR 20.8 billion.

In 2016, there has been a net inflow to European Investment Funds amounting to EUR 100.1 billion (net sales of EUR 36.1 billion related to UCITS and net inflows of EUR 64.0 billion to AIF).

	Total Net Assets (April 2016)		Total Net Assets (December 2015)		Growth 2016 (%)	Total Net Sales (EUR billion)	
	EUR billion	% Total	EUR billion	% Total		April 2016	Total 2016
Luxembourg	3,442.1	26.0%	3,506.2	26.3%	-1.8%	24.5	9.2
Ireland	1,850.6	14.0%	1,898.8	14.3%	-2.5%	3.8	2.2
Germany	1,770.6	13.4%	1,729.2	13.0%	2.4%	6.6	37.1
France	1,697.2	12.8%	1,682.8	12.6%	0.9%	20.5	37.7
UK	1,400.5	10.6%	1,479.7	11.1%	-5.4%	-0.5	-1.9
Italy	277.4	2.1%	280.7	2.1%	-1.2%	0.8	-0.6
Spain	251.1	1.9%	254.4	1.9%	-1.3%	0.9	0.2
Portugal	20.9	0.2%	22.6	0.2%	-7.3%	-0.1	-0.5
Greece	6.8	0.1%	7.0	0.1%	-3.6%	0.0	-0.2
TOTAL	13,252.4	100.0%	13,320.0	100.0%	-0.5%	65.1	100.1

Luxembourgish Funds hold the largest share of European Investment Funds' industry, with total net assets standing at EUR 3,442.1 billion, which represents 26.0 percent of the total.

Luxembourg and France recorded the highest net sales, in April 2016, with EUR 24.5 billion and EUR 20.5 billion, respectively. On the opposite, United Kingdom and Portugal stand out with net outflows in April amounting to EUR 0.5 billion and to EUR 0.1 billion, respectively.

¹ Source: The last information disclosed by EFAMA refers to the end of April 2016. Includes UCITS and AIF (including Real Estate Funds).

B. Portuguese Mutual Funds' Market – June 2016²

On June 30, 2016, total net assets of Portuguese Mutual Funds stood at EUR 10,788.3 million, which reflects a decrease of 2.7 percent when compared with the previous month. Since end December 2015, total net assets fell by 9.6 percent. During the last 12 months, total net assets fell, also, by 7.0 percent.

In June 2016, Portuguese Mutual Funds recorded subscriptions of EUR 300.9 million, while redemptions amounted to EUR 522.5 million. There was also an outflow of € 0.8 million that derived from the liquidation of one Fund, listed below (it does not include information about the values of the liquidation of Banif Ásia – F.I.A. because, at the moment of this publication, they were not known). Therefore, there was a total outflow of EUR 523.3 million, which resulted in monthly net redemptions of EUR 222.4 million. Total net sales registered in 2016 are, also, negative, reaching a total of EUR 782.5 million.

During the month there was no new Fund's launch and, as mentioned above, 2 Funds were liquidated: "Banif Ásia – F.I.A." and "Banif Investimento Defensivo". Therefore, the number of active Mutual Funds at the end of June 2016 stood at 181, two less than the previous month.

	June 2016	May 2016	December 2015	June 2015
Total Net Assets (EUR million)	10,788.3	11,092.5	11,937.6	11,599.4
Change (%)*	-	-2.7%	-9.6%	-7.0%
Number of Funds	181	183	190	190

* - Change between June 2016 and the month in question.

	June 2016	Since December 2015	Since June 2015
Subscriptions (EUR million)*	300.9	2,168.0	5,675.3
Outflow (EUR million)*	523.3	2,950.5	5,976.2
Redemptions (EUR million)	522.5	2,879.8	5,514.7
Funds' Liquidation (EUR million)	0.8	70.7	125.8
Cross-border mergers (EUR million)	-	-	0.0
Regulatory Changes (EUR million)	-	-	335.6
Net Sales (EUR million)*	-222.4	-782.5	-300.9

* - In June 2016 the values of subscriptions and redemptions of the Funds managed by LYNX Asset Managers were not included since they are not available yet. The data does not include, also, information about the values of the liquidation of Banif Ásia – F.I.A. because, at the moment of this publication, they were not known.

² The data presented does not include information of the Fund EuroBox which was liquidated in April 2016. Additionally, since March 2016, the figures do not include information about "Fundo de Gestão Passiva", because the Fund is in liquidation.

Management Companies

In June 2016, Caixagest was the Management Company with the largest market share, with total net assets standing at EUR 3,697.6 million, which represents 34.3 percent of the total. BPI Gestão de Activos ranks second, with total net assets of EUR 2,826.5 million and a market share of 26.2 percent and IM Gestão de Ativos ranks third, with EUR 1,586.6 million of assets under management and a market share of 14.7 percent.

MCO2 was the Management Company that registered the highest percentage growth, with a 2.5 percent increase over the previous month (EUR 0.5 million). The largest growth in total net assets belonged to BPI Gestão de Activos that increased EUR 34.5 million (1.2 percent).

Since end December 2015, Optimize Investment Partners is the Management Company registering the highest percentage growth with 11.0 percent (EUR 8.2 million), while BPI Gestão de Activos is the Management Company with the largest increase in total net assets, with EUR 35.0 million (1.3 percent).

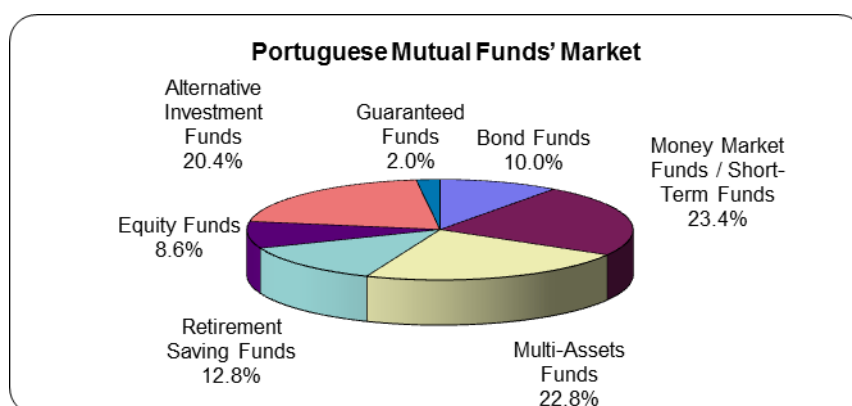
Management Company	June 2016		May 2016		December 2015		Monthly Change (%)	Change Year-to-date (%)
	Million €	Share	Million €	Share	Million €	Share		
Caixagest	3,697.6	34.3%	3,940.2	35.5%	4,185.9	35.1%	-6.2%	-11.7%
BPI Gestão de Activos	2,826.5	26.2%	2,791.9	25.2%	2,791.5	23.4%	1.2%	1.3%
IM Gestão de Ativos	1,586.6	14.7%	1,606.4	14.5%	1,636.0	13.7%	-1.2%	-3.0%
Santander Asset Management	1,425.8	13.2%	1,454.7	13.1%	1,573.7	13.2%	-2.0%	-9.4%
Crédito Agrícola Gest	334.3	3.1%	341.0	3.1%	382.1	3.2%	-2.0%	-12.5%
GNB - SGFIM	293.1	2.7%	303.4	2.7%	356.7	3.0%	-3.4%	-17.8%
Montepio Gestão de Activos	182.5	1.7%	191.9	1.7%	219.0	1.8%	-4.9%	-16.7%
Popular Gestão de Activos	138.7	1.3%	149.3	1.3%	158.6	1.3%	-7.1%	-12.5%
Optimize Investment Partners	83.1	0.8%	83.6	0.8%	74.9	0.6%	-0.6%	11.0%
Banif Gestão de Activos	57.0	0.5%	62.9	0.6%	373.3	3.1%	-9.4%	-84.7%
Dunas Capital - Gestão de Activos	48.9	0.5%	50.4	0.5%	61.3	0.5%	-3.0%	-20.2%
LYNX Asset Managers	41.9	0.4%	44.0	0.4%	50.4	0.4%	-4.8%	-16.9%
Barclays Wealth Managers Portugal	29.9	0.3%	29.9	0.3%	30.9	0.3%	-0.2%	-3.5%
MCO2	20.2	0.2%	19.7	0.2%	21.0	0.2%	2.5%	-3.9%
Invest Gestão de Activos	14.4	0.1%	14.8	0.1%	13.8	0.1%	-2.8%	4.5%
Patris Gestão de Activos	8.0	0.1%	8.2	0.1%	8.5	0.1%	-1.8%	-5.6%
Total	10,788.3	-	11,092.5	-	11,937.6	-	-2.7%	-9.6%

BPI Gestão de Activos was the Management Company that recorded the highest net sales in June 2016, with EUR 56.4 million, followed by Optimize Investment Partners, with EUR 0.4 million, and by Invest Gestão de Activos, with EUR 0.2 million.

Since end December 2015, BPI Gestão de Activos is, also, the Management Company with the largest inflows, with total net sales amounting to EUR 62.6 million, followed by Optimize Investment Partners, with EUR 9.3 million, and by Invest Gestão de Activos, with EUR 1.3 million.

Management Company	Net Sales in June 2016 (EUR Million)	Net Sales since the beginning of the year (EUR Million)
BPI Gestão de Activos	56.4	62.6
Optimize Investment Partners	0.4	9.3
Invest Gestão de Activos	0.2	1.3
LYNX Asset Managers	n.a.	-4.8
Patris Gestão de Activos	0.0	0.0
Barclays Wealth Managers Portugal	-0.2	-1.6
Banif Gestão de Activos	-1.7	-53.3
Dunas Capital - Gestão de Activos	-1.8	-13.2
Crédito Agrícola Gest	-5.9	-48.9
Montepio Gestão de Activos	-6.1	-29.9
GNB - SGFIM	-7.1	-56.1
Santander Asset Management	-7.2	-113.8
Popular Gestão de Activos	-7.3	-14.8
IM Gestão de Ativos	-8.2	-28.1
Caixagest	-233.9	-491.1
Total	-222.4	-782.5

Categories of Funds



Defensive Multi-Assets Funds are the largest category of Funds with the EUR 1,578.3 million of assets under management. Euro Money Market Funds ranks second, with EUR 1,521.0 million, followed by PPR Funds with 1,378.9 million.

Equity Alternative Investment Funds registered the highest percentage growth from the previous month, with 14.4 percent (EUR 0.2 million), while the largest increase

in total net assets belonged to Euro Short Term Funds, with EUR 55.1 million (5.9 percent).

Since end December 2015, Equity Alternative Investment Funds is, also, the category that registered the highest relative growth, with a 30.2 percent increase (EUR 0.3 million), while the largest growth in total net assets belonged to Euro Short Term Funds that increased EUR 94.4 million (10.5 percent).

Category of Funds	June 2016		May 2016		December 2015		Monthly Change (%)	Change Year-to-date (%)
	Million €	Share	Million €	Share	Million €	Share		
Defensive Multi-Assets Funds	1,578.3	14.6%	1,606.1	14.5%	1,664.3	13.9%	-1.7%	-5.2%
Euro Money Market Funds	1,521.0	14.1%	1,655.6	14.9%	1,773.1	14.9%	-8.1%	-14.2%
PPR Funds	1,378.9	12.8%	1,391.2	12.5%	1,381.1	11.6%	-0.9%	-0.2%
Euro Short Term Funds	992.3	9.2%	937.3	8.4%	897.9	7.5%	5.9%	10.5%
Euro Floating Rate Bond Funds	697.5	6.5%	699.1	6.3%	753.5	6.3%	-0.2%	-7.4%
Money Market AIF	569.0	5.3%	611.1	5.5%	696.4	5.8%	-6.9%	-18.3%
Short Term Money Market AIF	555.5	5.1%	544.4	4.9%	558.7	4.7%	2.0%	-0.6%
Flexible Funds	533.5	4.9%	545.1	4.9%	593.6	5.0%	-2.1%	-10.1%
Short Term AIF	501.2	4.6%	500.1	4.5%	497.0	4.2%	0.2%	0.8%
Other AIF	476.8	4.4%	539.0	4.9%	565.0	4.7%	-11.5%	-15.6%
Euro Bond Funds	319.7	3.0%	317.3	2.9%	346.7	2.9%	0.7%	-7.8%
Other International Equity Funds	289.7	2.7%	286.8	2.6%	279.5	2.3%	1.0%	3.7%
Balanced Multi-Assets Funds	267.6	2.5%	279.5	2.5%	299.0	2.5%	-4.3%	-10.5%
E.U., Switzerland and Norway Equity Funds	232.0	2.2%	253.5	2.3%	281.9	2.4%	-8.5%	-17.7%
Domestic Equity Funds	172.6	1.6%	197.1	1.8%	219.9	1.8%	-12.4%	-21.5%
North America Equity Funds	151.8	1.4%	154.6	1.4%	172.5	1.4%	-1.9%	-12.0%
Structured Funds	128.1	1.2%	128.3	1.2%	126.2	1.1%	-0.2%	1.5%
Guaranteed Funds	85.0	0.8%	86.2	0.8%	158.2	1.3%	-1.3%	-46.3%
Aggressive Multi-Assets Funds	77.7	0.7%	83.8	0.8%	88.7	0.7%	-7.3%	-12.4%
International Bond Funds	56.2	0.5%	55.9	0.5%	74.2	0.6%	0.4%	-24.4%
Sector Equity Funds	52.0	0.5%	58.8	0.5%	66.4	0.6%	-11.6%	-21.7%
Bond AIF	46.5	0.4%	48.7	0.4%	315.7	2.6%	-4.5%	-85.3%
Other Funds	42.8	0.4%	45.5	0.4%	49.4	0.4%	-6.0%	-13.4%
Absolute Return AIF	28.7	0.3%	29.7	0.3%	31.1	0.3%	-3.6%	-8.0%
Flexible AIF	17.0	0.2%	17.9	0.2%	27.0	0.2%	-4.9%	-37.0%
Multi-Assets AIF	9.6	0.1%	11.8	0.1%	11.0	0.1%	-18.3%	-12.6%
PPA Funds	5.9	0.1%	6.8	0.1%	8.3	0.1%	-13.8%	-29.2%
Equity AIF	1.5	0.0%	1.3	0.0%	1.1	0.0%	14.4%	30.2%
Total	10,788.3	-	11,092.5	-	11,937.6	-	-2.7%	-9.6%

Notes: Series adjusted due to the change of some funds' classification.

PPR Funds – Retirement Saving Funds; PPA Funds – Equity Saving Funds; AIF – Alternative Investment Funds.

Euro Short Term Funds was the category of Funds that attracted most new money in June, registering EUR 55.4 million in net sales. Short Term Money Market

Alternative Investment Funds recorded a monthly inflow of EUR 11.1 million and net sales of Euro Bond Funds totaled EUR 1.6 million.

Since December 2015, Euro Short Term Funds were, also, the most demanded by investors, with total net sales of EUR 93.8 million, followed by Other International Equity Funds, with EUR 10.9 million, and by PPR Funds, with EUR 9.6 million.

Category of Funds*	Net Sales in June 2016 (EUR Million)	Net Sales since the beginning of the year (EUR Million)
Euro Short Term Funds	55.4	93.8
Short Term Money Market AIF	11.1	-3.2
Euro Bond Funds	1.6	-30.0
Short Term AIF	1.1	4.0
International Bond Funds	0.2	-19.3
Structured Funds	0.0	0.0
Multi-Assets AIF	0.0	0.0
Equity AIF	0.0	-0.1
PPA Funds	-0.1	-1.2
Absolute Return AIF	-0.1	-0.4
Other International Equity Funds	-0.1	10.9
Flexible AIF	-0.2	-8.4
Guaranteed Funds	-0.3	-67.4
PPR Funds	-0.7	9.6
Euro Floating Rate Bond Funds	-0.9	-60.5
Domestic Equity Funds	-1.0	-13.2
Other Funds	-1.5	-7.8
North America Equity Funds	-2.0	-15.3
Bond AIF	-2.2	-13.7
Sector Equity Funds	-2.3	-4.7
Aggressive Multi-Assets Funds	-3.9	-6.3
E.U., Switzerland and Norway Equity Funds	-4.2	-19.3
Balanced Multi-Assets Funds	-6.7	-20.7
Flexible Funds	-6.7	-49.9
Defensive Multi-Assets Funds	-18.1	-75.6
Money Market AIF	-42.1	-127.6
Other AIF	-63.8	-103.3
Euro Money Market Funds	-134.7	-253.0
Total	-222.4	-782.5

Note: Series adjusted due to the change of some funds' classification.

* - In June 2016 the values of subscriptions and redemptions of the Funds managed by LYNX Asset Managers were not included since they are not available yet. The data does not include, also, information about the values of the liquidation of Banif Ásia – F.I.A. because, at the moment of this publication, they were not known.

Fund's performance during the 12 month period ending on June 30, 2016³

Categories with the largest assets under management on June 30, 2016:

Category of Funds	Assets under management ⁴	Average Return ⁵	Funds ⁶	Management Company	Assets under management ⁷	Annuali. Return ⁸	Risk Class ⁹
Defensive Multi-Assets Funds	1,578.31	-1.10%	Santander Private Defensivo	Santander Asset Management	106.19	0.43%	3
			Santander Select Defensivo	Santander Asset Management	202.32	0.13%	3
Euro Money Market Funds	1,521.05	0.15%	CA Monetário	Crédito Agrícola Gest	147.44	0.29%	1
			Caixagest Liquidez	Caixagest	1,361.00	0.14%	1
PPR Funds	1,378.87	-1.69%	Santander Poupança Prudente FPR	Santander Asset Management	119.32	3.37%	2
			BPI Reforma Segura PPR	BPI Gestão de Activos	469.91	0.74%	2

Categories with the highest average return⁵:

Category of Funds	Assets under management ⁴	Average Return ⁵	Funds ⁶	Management Company	Assets under management ⁷	Annuali. Return ⁸	Risk Class ⁹
Other AIF	476.81	7.79%	Caixagest Infraestruturas - F.I.A.	Caixagest	100.28	17.21%	4
			Caixagest Private Equity - F.I.A.	Caixagest	113.62	7.44%	4
Bond AIF	46.50	2.39%	Caixagest Oportunidades - F.I.A.	Caixagest	26.51	3.92%	3
			NB Rendimento Plus - F.I.A.	GNB - SGFIM	19.99	0.46%	3
Euro Bond Funds	319.68	1.95%	Caixagest Obrigações Longo Prazo	Caixagest	36.24	8.67%	3
			Montepio Taxa Fixa	Montepio Gestão de Activos	6.28	4.23%	3

Funds with the highest return⁸:

Funds	Category of Funds	Management Company	Assets under management ⁷	Annuali. Return ⁸	Risk Class ⁹
Caixagest Infraestruturas - F.I.A.	Other AIF	Caixagest	100.28	17.21%	4
Caixagest Obrigações Longo Prazo	Euro Bond Funds	Caixagest	36.24	8.67%	3

The yields published represent past data, and do not constitute a guarantee of future returns, since the value of the units may increase or decrease in accordance with the level of risk, which varies between 1 (minimum risk) and 7 (maximum risk).

³ - Closed-ended Mutual Funds are not considered in this analysis.

⁴ - Assets under management by all the Funds of the Category, in EUR million.

⁵ - Average return weighted by the total net assets of each Fund in the previous month.

⁶ - Funds with the highest return within each category.

⁷ - Assets under management by the Fund, in EUR million.

⁸ - Annualized Return of the last 12 months.

⁹ - Class Risk in the last 12 months (Based on the registered volatilities and in accordance with the following classes: 1 – 0% to 0,5%; 2 – 0,5% to 2%; 3 – 2% to 5%; 4 – 5% to 10%; 5 – 10% to 15%; 6 – 15% to 25% and 7 – Greater than 25%).