

## 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, decreased by 1.2 percent in June 2016 to stand at EUR 13,358.5 billion<sup>1</sup> at month end. This represents a 0.3 percent increase since the beginning of the year.

At the end of the month, total net assets of UCITS Funds stood at EUR 8,134.9 billion, representing a 1.9 percent decrease since end May 2016 and 0.9 percent less than at the end of 2015. Total net assets of AIF registered a decrease of 0.1 percent in June 2016 to stand at EUR 5,223.6 billion at month end. Since the beginning of the year, the assets of these Funds rose 2.1 percent.

In June 2016, European Investment Funds recorded positive net sales of EUR 14.3 billion. UCITS Funds experienced net outflows of EUR 10.1 billion while Non-UCITS Funds registered net inflows of EUR 24.4 billion.

In 2016, there has been a net inflow to European Investment Funds amounting to EUR 166.0 billion (net sales of EUR 66.6 billion related to UCITS and net inflows of EUR 99.4 billion to AIF).

	Total Net Assets (June 2016)		Total Net Assets (December 2015)		Growth 2016 (%)	Total Net Sales (EUR billion)	
	EUR billion	% Total	EUR billion	% Total		June 2016	Total 2016
Luxembourg	3,461.9	25.9%	3,506.2	26.3%	-1.3%	1.0	14.8
Ireland	1,916.9	14.3%	1,898.8	14.3%	1.0%	25.1	56.4
Germany	1,807.4	13.5%	1,729.2	13.0%	4.5%	10.3	55.3
France	1,680.9	12.6%	1,682.8	12.6%	-0.1%	-20.2	16.7
UK	1,371.2	10.3%	1,479.7	11.1%	-7.3%	-7.3	-8.1
Italy	277.9	2.1%	280.7	2.1%	-1.0%	0.6	0.6
Spain	251.1	1.9%	254.4	1.9%	-1.3%	0.4	1.9
Portugal	21.6	0.2%	22.6	0.2%	-4.2%	-0.3	-0.8
Greece	6.9	0.1%	7.0	0.1%	-2.5%	0.0	-0.2
<b>TOTAL</b>	<b>13,358.5</b>	<b>100.0%</b>	<b>13,320.0</b>	<b>100.0%</b>	<b>0.3%</b>	<b>14.3</b>	<b>166.0</b>

Luxembourgish Funds hold the largest share of European Investment Funds' industry, with total net assets standing at EUR 3,461.9 billion, which represents 25.9 percent of the total.

Ireland and Germany recorded the highest net sales, in June 2016, with EUR 25.1 billion and EUR 10.3 billion, respectively. On the opposite, France and United Kingdom stand out with net outflows in June amounting to EUR 20.2 billion and to EUR 7.3 billion, respectively.

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

## B. Portuguese Mutual Funds' Market – August 2016<sup>2</sup>

On August 31, 2016, total net assets of Portuguese Mutual Funds stood at EUR 10,831.1 million, which reflects an increase of 0.3 percent when compared with the previous month. Since end December 2015, total net assets fell by 9.3 percent. During the last 12 months, total net assets fell by 3.9 percent.

In August 2016, Portuguese Mutual Funds recorded subscriptions of EUR 422.5 million, while redemptions amounted to EUR 407.9 million, which resulted in a total inflow of EUR 14.5 million. Total net sales registered in 2016 are negative, reaching a total of EUR 1,118.9 million.

During the month there was no new Fund's launch and there was four Fund mergers (see table below). Therefore, the number of active Mutual Funds stood at 177, four less than the previous month.

	August 2016	July 2016	December 2015	August 2015
Total Net Assets (EUR million)	10,831.1	10,796.0	11,938.0	11,271.1
Change (%)*	-	0.3%	-9.3%	-3.9%
Number of Funds	177	181	190	192

\* - Change between August 2016 and the month in question.

	August 2016	Since December 2015	Since August 2015
Subscriptions (EUR million)*	422.5	2,876.7	5,266.7
Outflow (EUR million)*	407.9	3,995.6	5,710.9
Redemptions (EUR million)	407.9	3,915.7	5,586.2
Funds' Liquidation (EUR million)	-	79.9	124.7
Cross-border mergers (EUR million)	-	-	-
Regulatory Changes (EUR million)	-	-	-
Net Sales (EUR million)*	14.5	-1,118.9	-444.2

\* - In August 2016 the values of subscriptions and redemptions of the Funds managed by LYNX Asset Managers were not included since they are not available yet.

### Table: Mergers occurred in August 2016

Management Company	"Receiving" Fund	"Merging" Fund	New Fund's name	Date of merger
GNB - SGFIM	NB Estratégia Ativa	NB Estratégia Ativa II	NB Estratégia Ativa	11-08-2016
		NB Plano Dinâmico		
		NB Plano Prudente		
		NB Plano Crescimento		

<sup>2</sup> 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", which was liquidated in July 2016.

## Management Companies

In August 2016, Caixagest was the Management Company with the largest market share, with total net assets standing at EUR 3,622.5 million, which represents 33.4 percent of the total. BPI Gestão de Activos ranks second, with total net assets of EUR 2,907.2 million and a market share of 26.8 percent and IM Gestão de Ativos ranks third, with EUR 1,586.2 million of assets under management and a market share of 14.6 percent.

Crédito Agrícola Gest was the Management Company that registered the highest percentage growth, with a 5.9 percent increase over the previous month (EUR 20.5 million). The largest growth in total net assets belonged to BPI Gestão de Activos that increased EUR 28.9 million (1.0 percent).

Since end December 2015, Optimize Investment Partners is the Management Company registering the highest percentage growth with 18.0 percent (EUR 13.5 million), while BPI Gestão de Activos is the Management Company with the largest increase in total net assets, with EUR 115.7 million (4.1 percent).

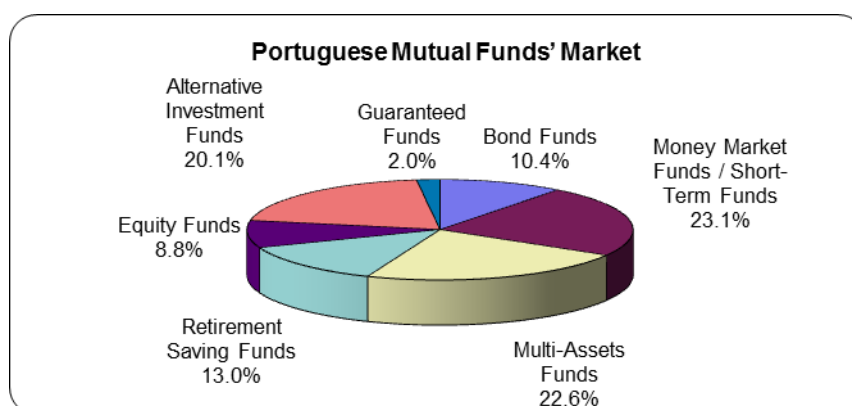
Management Company	August 2016		July 2016		December 2015		Monthly Change (%)	Change Year-to-date (%)
	Million €	Share	Million €	Share	Million €	Share		
Caixagest	3,622.5	33.4%	3,629.9	33.6%	4,185.9	35.1%	-0.2%	-13.5%
BPI Gestão de Activos	2,907.2	26.8%	2,878.3	26.7%	2,791.5	23.4%	1.0%	4.1%
IM Gestão de Ativos	1,586.2	14.6%	1,584.1	14.7%	1,636.0	13.7%	0.1%	-3.0%
Santander Asset Management	1,431.5	13.2%	1,434.4	13.3%	1,574.2	13.2%	-0.2%	-9.1%
Crédito Agrícola Gest	368.7	3.4%	348.2	3.2%	382.1	3.2%	5.9%	-3.5%
GNB - SGFIM	280.5	2.6%	287.3	2.7%	356.7	3.0%	-2.4%	-21.4%
Montepio Gestão de Activos	179.7	1.7%	182.3	1.7%	219.0	1.8%	-1.4%	-17.9%
Popular Gestão de Activos	146.7	1.4%	145.3	1.3%	158.6	1.3%	1.0%	-7.5%
Optimize Investment Partners	88.4	0.8%	86.1	0.8%	74.9	0.6%	2.6%	18.0%
Banif Gestão de Activos	55.9	0.5%	56.8	0.5%	373.3	3.1%	-1.5%	-85.0%
Dunas Capital - Gestão de Activos	48.3	0.4%	48.7	0.5%	61.3	0.5%	-0.6%	-21.1%
LYNX Asset Managers	41.5	0.4%	41.5	0.4%	50.4	0.4%	0.1%	-17.7%
Bankinter Gestão de Ativos	29.9	0.3%	30.0	0.3%	30.9	0.3%	-0.4%	-3.4%
MCO2	20.0	0.2%	20.1	0.2%	21.0	0.2%	-0.4%	-4.6%
Invest Gestão de Activos	15.9	0.1%	15.2	0.1%	13.8	0.1%	5.0%	15.3%
Patris Gestão de Activos	8.1	0.1%	8.1	0.1%	8.5	0.1%	0.4%	-4.1%
Total	10,831.1	-	10,796.0	-	11,938.0	-	0.3%	-9.3%

BPI Gestão de Activos was the Management Company that recorded the highest net sales in August 2016, with EUR 26.0 million, followed by Crédito Agrícola Gest, with EUR 20.1 million, and by Optimize Investment Partners, with EUR 2.1 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 118.1 million, followed by Optimize Investment Partners, with EUR 12.3 million, and by Invest Gestão de Activos, with EUR 1.9 million.

Management Company	Net Sales in August 2016 (EUR Million)	Net Sales since the beginning of the year (EUR Million)
BPI Gestão de Activos	26.0	118.1
Crédito Agrícola Gest	20.1	-16.9
Optimize Investment Partners	2.1	12.3
Invest Gestão de Activos	0.5	1.9
Popular Gestão de Activos	0.4	-11.4
LYNX Asset Managers	n.a.	-6.6
Patris Gestão de Activos	0.0	0.0
Bankinter Gestão de Ativos	-0.2	-2.0
Dunas Capital - Gestão de Activos	-0.5	-14.4
IM Gestão de Ativos	-0.7	-49.1
Banif Gestão de Activos	-1.2	-309.6
Montepio Gestão de Activos	-2.4	-35.6
Santander Asset Management	-7.2	-134.6
GNB - SGFIM	-7.5	-72.7
Caixagest	-14.9	-598.4
Total	14.5	-1,118.9

## Categories of Funds



Defensive Multi-Assets Funds are the largest category of Funds with the EUR 1,573.9 million of assets under management. PPR Funds ranks second, with EUR 1,412.2 million, followed by Euro Money Market Funds with 1,397.9 million.

Equity Alternative Investment Funds registered the highest percentage growth from the previous month, with 8.7 percent (EUR 0.1 million), while the largest increase in total net assets belonged to Euro Short Term Funds, with EUR 61.7 million (6.0 percent).

Since end December 2015, Equity Alternative Investment Funds is, also, the category that registered the highest relative growth, with a 57.2 percent increase (EUR 0.7 million), while the largest growth in total net assets belonged to Euro Short Term Funds that increased EUR 196.8 million (21.9 percent).

Category of Funds	August 2016		July 2016		December 2015		Monthly Change (%)	Change Year-to-date (%)
	Million €	Share	Million €	Share	Million €	Share		
Defensive Multi-Assets Funds	1,573.9	14.5%	1,580.1	14.6%	1,664.3	13.9%	-0.4%	-5.4%
PPR Funds	1,412.2	13.0%	1,395.4	12.9%	1,381.1	11.6%	1.2%	2.3%
Euro Money Market Funds	1,397.9	12.9%	1,447.7	13.4%	1,773.1	14.9%	-3.4%	-21.2%
Euro Short Term Funds	1,094.7	10.1%	1,033.0	9.6%	897.9	7.5%	6.0%	21.9%
Euro Floating Rate Bond Funds	716.0	6.6%	704.5	6.5%	753.5	6.3%	1.6%	-5.0%
Money Market AIF	562.1	5.2%	561.3	5.2%	696.4	5.8%	0.2%	-19.3%
Short Term Money Market AIF	548.2	5.1%	560.6	5.2%	558.7	4.7%	-2.2%	-1.9%
Flexible Funds	522.8	4.8%	529.5	4.9%	593.6	5.0%	-1.3%	-11.9%
Short Term AIF	490.0	4.5%	492.6	4.6%	497.0	4.2%	-0.5%	-1.4%
Other AIF	478.5	4.4%	477.0	4.4%	565.0	4.7%	0.3%	-15.3%
Euro Bond Funds	347.6	3.2%	321.4	3.0%	346.7	2.9%	8.1%	0.3%
Other International Equity Funds	290.8	2.7%	291.4	2.7%	279.5	2.3%	-0.2%	4.1%
Balanced Multi-Assets Funds	269.3	2.5%	270.7	2.5%	299.0	2.5%	-0.5%	-10.0%
E.U., Switzerland and Norway Equity Funds	239.2	2.2%	237.8	2.2%	281.9	2.4%	0.6%	-15.1%
Domestic Equity Funds	182.5	1.7%	182.9	1.7%	220.3	1.8%	-0.2%	-17.2%
North America Equity Funds	153.0	1.4%	154.1	1.4%	172.5	1.4%	-0.7%	-11.3%
Structured Funds	129.5	1.2%	128.9	1.2%	126.2	1.1%	0.4%	2.5%
Guaranteed Funds	82.2	0.8%	85.8	0.8%	158.2	1.3%	-4.2%	-48.0%
Aggressive Multi-Assets Funds	79.5	0.7%	79.5	0.7%	88.7	0.7%	0.0%	-10.4%
International Bond Funds	57.0	0.5%	56.5	0.5%	74.2	0.6%	0.9%	-23.3%
Sector Equity Funds	52.9	0.5%	52.9	0.5%	66.4	0.6%	0.0%	-20.3%
Bond AIF	45.4	0.4%	46.8	0.4%	315.7	2.6%	-2.9%	-85.6%
Other Funds	42.8	0.4%	42.8	0.4%	49.4	0.4%	-0.2%	-13.5%
Absolute Return AIF	28.6	0.3%	28.6	0.3%	31.1	0.3%	-0.2%	-8.2%
Flexible AIF	16.6	0.2%	16.6	0.2%	27.0	0.2%	0.0%	-38.7%
Multi-Assets AIF	10.0	0.1%	9.9	0.1%	11.0	0.1%	1.5%	-9.0%
PPA Funds	6.1	0.1%	6.1	0.1%	8.3	0.1%	-0.4%	-27.2%
Equity AIF	1.8	0.0%	1.7	0.0%	1.1	0.0%	8.7%	57.2%
Total	10,831.1	-	10,796.0	-	11,938.0	-	0.3%	-9.3%

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 August, registering EUR 61.2 million in net sales. Euro Bond Funds recorded a monthly inflow of EUR 26.1 million and net sales of PPR Funds totaled EUR 14.9 million.

Since December 2015, Euro Short Term Funds were, also, the most demanded by investors, with total net sales of EUR 194.9 million, followed by PPR Funds, with EUR 26.7 million, and by Other International Equity Funds, with EUR 0.8 million.

Category of Funds*	Net Sales in August 2016 (EUR Million)	Net Sales since the beginning of the year (EUR Million)
Euro Short Term Funds	61.2	194.9
Euro Bond Funds	26.1	-3.6
PPR Funds	14.9	26.7
Euro Floating Rate Bond Funds	10.2	-47.1
Money Market AIF	0.8	-134.5
Equity AIF	0.1	0.0
Multi-Assets AIF	0.0	-2.6
Structured Funds	0.0	0.0
Absolute Return AIF	0.0	-0.4
Flexible AIF	0.0	-9.5
International Bond Funds	0.0	-19.9
PPA Funds	0.0	-1.4
Other AIF	-0.1	-103.5
Sector Equity Funds	-0.3	-5.4
Other Funds	-0.3	-10.1
Aggressive Multi-Assets Funds	-0.5	-7.9
North America Equity Funds	-0.8	-18.5
Domestic Equity Funds	-1.4	-15.8
Bond AIF	-1.5	-266.6
Other International Equity Funds	-1.6	0.8
E.U., Switzerland and Norway Equity Funds	-1.7	-25.2
Guaranteed Funds	-2.2	-69.6
Short Term AIF	-2.7	-7.3
Balanced Multi-Assets Funds	-2.8	-26.8
Flexible Funds	-7.5	-66.7
Short Term Money Market AIF	-12.4	-10.5
Defensive Multi-Assets Funds	-12.9	-111.7
Euro Money Market Funds	-49.9	-376.4
Total	14.5	-1,118.9

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

\* - In August 2016 the values of subscriptions and redemptions of the Funds managed by LYNX Asset Managers were not included since they are not available yet.

## Fund's performance during the 12 month period ending on August 31, 2016<sup>3</sup>

Categories with the largest assets under management on August 31, 2016:

Category of Funds	Assets under management <sup>4</sup>	Average Return <sup>5</sup>	Funds <sup>6</sup>	Management Company	Assets under management <sup>7</sup>	Annuali. Return <sup>8</sup>	Risk Class <sup>9</sup>
Defensive Multi-Assets Funds	1,573.91	2.15%	Montepio Multi Gestão Prudente	Montepio Gestão de Activos	4.07	2.88%	4
			Santander Private Defensivo	Santander Asset Management	109.43	2.58%	3
PPR Funds	1,412.24	0.29%	Santander Poupança Prudente FPR	Santander Asset Management	121.81	4.08%	2
			Bankinter PPR Life Path Income	Bankinter Gestão de Ativos	20.15	2.68%	2
Euro Money Market Funds	1,397.91	0.13%	CA Monetário	Crédito Agrícola Gest	134.58	0.21%	1
			Caixagest Liquidez	Caixagest	1251.37	0.12%	1

Categories with the highest average return<sup>5</sup>:

Category of Funds	Assets under management <sup>4</sup>	Average Return <sup>5</sup>	Funds <sup>6</sup>	Management Company	Assets under management <sup>7</sup>	Annuali. Return <sup>8</sup>	Risk Class <sup>9</sup>
Equity AIF	1.80	40.71%	BPI Brasil Valor - F.I.A.	BPI Gestão de Activos	1.80	40.71%	7
Multi-Assets AIF	10.01	14.09%	Banco BIC Brasil - F.I.A.	Dunas Capital Gestão de Activos	10.01	14.09%	4
Other International Equity Funds	290.83	9.53%	NB Mercados Emergentes	GNB - SGFIM	6.24	14.84%	6
			Caixagest Ações Líderes Globais	Caixagest	189.54	12.43%	6

Funds with the highest return<sup>8</sup>:

Funds	Category of Funds	Management Company	Assets under management <sup>7</sup>	Annuali. Return <sup>8</sup>	Risk Class <sup>9</sup>
BPI Brasil Valor - F.I.A.	Equity AIF	BPI Gestão de Activos	1.80	40.71%	7
BPI Brasil	Flexible Funds	BPI Gestão de Activos	30.09	32.37%	7

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).

<sup>3</sup> - Closed-ended Mutual Funds are not considered in this analysis.

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

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

<sup>6</sup> - Funds with the highest return within each category.

<sup>7</sup> - Assets under management by the Fund, in EUR million.

<sup>8</sup> - Annualized Return of the last 12 months.

<sup>9</sup> - 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%).