



## ETF Market Flows Analysis

*data as of end February 2023*

**Global appetite for exchange-traded funds (ETFs) cooled off in February with in-flows of €14.9bn. This was the lowest allocation since April 2022.**

Equities gained €7.2bn while fixed income saw in-flows of €4bn, possibly reflecting investors' concerns about the direction of interest rates. European investors added €6.8bn while US investors allocated €6.1bn, breaking the long-run trend of the North American market usually being several times larger than the European one.

The most popular strategy was ultra-short bonds, gaining €10bn last month and illustrative of investors' wait-and-see attitude towards debt. Large blend strategies had the most significant outflows of €10bn in February.

### European Flows – Monthly Overview

#### Equities

European UCITS equity ETFs gained €5.9bn with emerging market equities adding €4.6bn. Within this allocation, EM broad indices proved popular with in-flows of €3.9bn. European developed market equities gained €2.4bn while there were outflows of €2.7bn from US equities.

Investors withdrew €1bn from minimum volatility and €500m from quality strategies, possibly reflecting a return to an equity risk-on appetite.

Of the total €5.9bn allocation to equities, €3.2bn were added to ESG strategies while €2.7bn was added to traditional products. Like last month, ESG emerging markets were the most popular strategy gaining €1.5bn, equivalent to around a third of the total allocation to equity emerging-market strategies.

#### Fixed Income

Investors added only €0.5bn to European UCITS fixed income ETFs this month, reflecting uncertainty about the direction of interest rates. Once again, corporate debt proved more popular with investors adding €1.2bn to investment-grade bonds and withdrawing €1.1bn from government debt.

In particular, investors added €500m to euro-denominated corporate bonds and withdrew €1.4bn from euro-denominated government debt.

Fixed income ESG gained €1.1bn this month with investment-grade corporate bonds being the most popular strategy (€700m). In contrast, investors withdrew €600m from traditional fixed income products.

---

## DISCLAIMER

Source: Bloomberg Finance LP - Amundi ETF

Net flows calculations presented in this document are based on European primary market data, over the latest business week. Amundi ETF Internal Database - each of the database is allocated by Amundi AM to a classification based on its underlying exposure

This information is not for distribution and does not constitute an offer to sell or the solicitation of any offer to buy any securities or services in the United States or in any of its territories or possessions subject to its jurisdiction to or for the benefit of any U.S. Person (as defined in the prospectus of the Funds). The Funds have not been registered in the United States under the Investment Company Act of 1940 and units/shares of the Funds are not registered in the United States under the Securities Act of 1933. The US person definition is indicated in the legal mentions section on [www.amundi.com](http://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. Please note that the management company may de-notify arrangements made for marketing as regards units/shares of the Fund in a Member State of the EU in respect of which it has made a notification. A summary of information about investors rights and collective redress mechanisms can be found in English on the regulatory page at <https://about.amundi.com>.

**Information reputed exact as of February 2023 with data as at end of February 2023.**

Reproduction prohibited without the written consent of the Management Company. Amundi ETF designates the ETF business of Amundi Asset Management. Amundi Asset Management, French "Société par Actions Simplifiée" – SAS with capital of 1 143 615 555 euros – Portfolio Management Company approved by the AMF under number GP 04000036 – Registered office: 91, boulevard Pasteur – 75015 Paris – France - 437 574 452 RCS Paris.

Composition : Art'6 - Crédit photo : Istock.