

ETF Market Flows Analysis

data as of end May 2022

Monthly Overview

Flows into global exchange-traded funds (ETFs) recovered in May with gains of €71.9bn, which was more than triple than the €22.9bn in-flows in April but less than the €108.6bn added in March. This flow volatility is unsurprising given the uncertainty created by outbreak of the war in Ukraine at the end of February.

The recovery was, however, concentrated in the US which accounted for almost all the flows adding €69.6bn this month. This was almost equally split between equities and fixed income which gained €39bn and €34bn respectively. This was a sharp turnaround from the €1.6bn outflows witnessed in April in this region. In Asia, there were net outflows of €575m with investors adding €1.6bn to equities while withdrawing €2.2bn from fixed income. In April there were net in-flows of €11.3bn in this region. Overall investors added €42.5bn to global equity and €32.8bn to fixed income in May.

European Flows - Monthly highlights

Equities

European UCITS equity ETFs gained €2bn in May. At the start of the month, in-flows were positive switching to outflows in the middle month with gains returning towards the end of the month. This pattern was also observed in fixed income strategies. Investors added €2.6bn to US and North American equities with S&P 500 ETFs the most popular index as well as investors allocating to Nasdaq 100 ETFs. European equity strategies gained €1.3bn with flows balanced between traditional and ESG indices. World indices experienced outflows of €1.3bn and investors also took out €701m from Eurozone strategies which is continuation of the trend witnessed in earlier months.

There were outflows of €22m from sector and theme ETFs with investors withdrawing €1.5bn from financial strategies, reversing the positive trends seen at the start of the year. Social strategies – which aim to address gender inequality – gained €699m while climate added €437m. In contrast, smart beta strategies added €2.7bn last month with yield gaining €935m with world, US and Europe regions. There were also in-flows into value of €847m – world and US equities were the most favoured regions within this particular asset class.

ESG equities gained €1.3bn with investors adding €747m to world indices and €393m to Europe.

Fixed Income

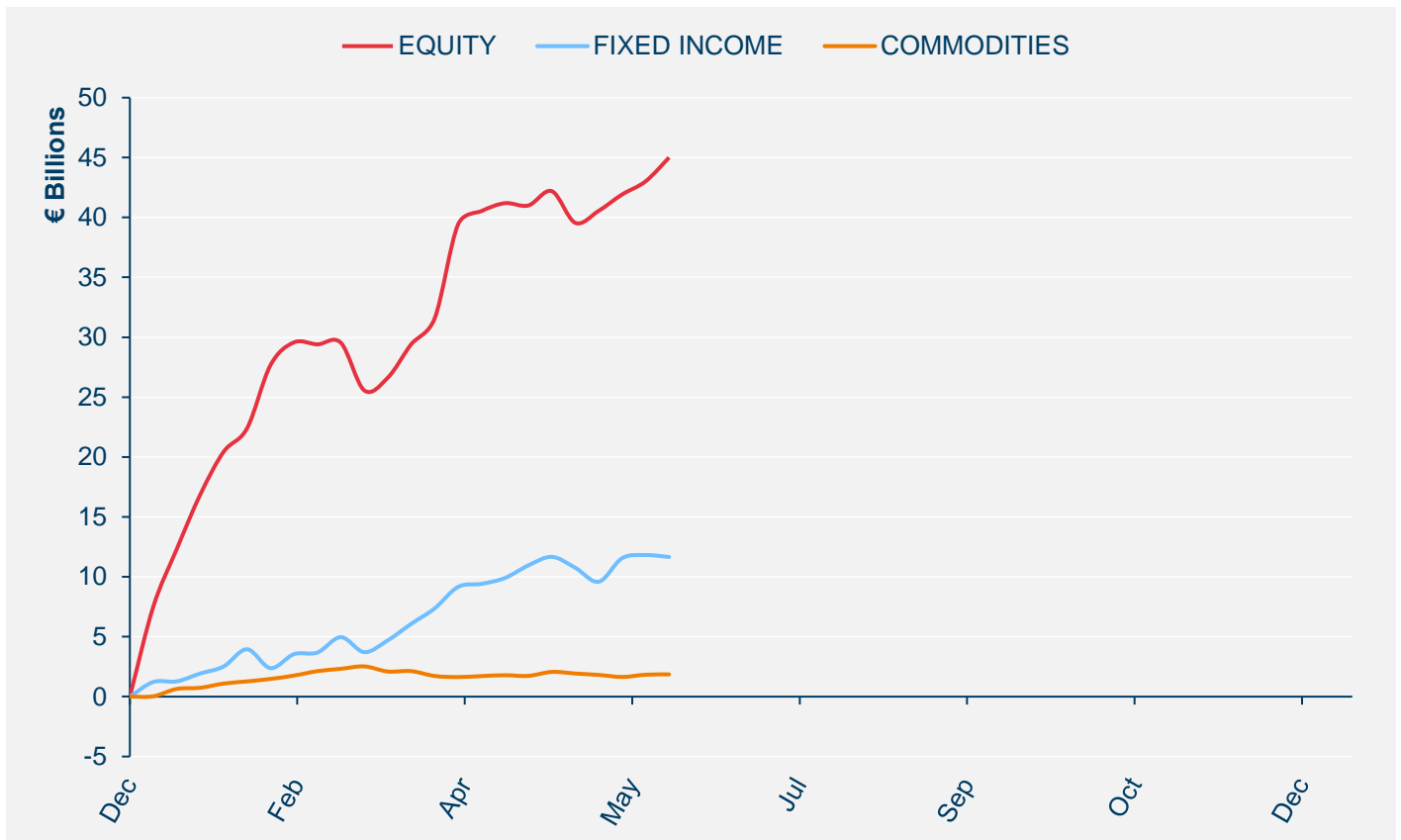
Investors allocated €1.1bn to European UCITS fixed income products in May. There were small outflows of €141m from government debt.

US mid-duration government bonds gained €2.2bn and US broad strategies gained €328m. Eurozone short-term bonds and broad bonds gained €715m and €633m respectively. In contrast, investors withdrew €3.2bn from Chinese government bonds, adding to outflows from this strategy of €1.9bn in April and €1.4bn in March. Investors withdrew €782m from Eurozone inflation-linked bonds.

Corporate bonds gained €495m overall with investors adding €623m and €206m to investment-grade and high-yield Eurozone bonds. In contrast, there were outflows of €456m from high-yield world strategies. There was a gain of €878m for money market Eurozone.

ESG fixed income gained €852m with corporate Eurozone gaining €265m and short-term Eurozone government gained €203m.

European cumulative flows - 2022 YTD



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

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Information reputed exact as of June 2022 with data as at end of May 2022.

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