

**SUBFUND OVERVIEW**

The fund's objective is to generate long-term capital appreciation by investing in a global portfolio composed principally of convertible bonds without any geographical or currency limitation. Convertible bonds are sensitive to movements in equities, credit, interest rates and volatility. Thus, according to the manager's macroeconomic assumptions, the portfolio parameters are set, with a bond or an equity bias. Thereafter, a selection process picks and weights around 50 to 60 investments to structure the portfolio. The fund is not benchmarked.

**INVESTMENT MANAGER'S COMMENTS**

August, on the back of the July trend, was relatively buoyant for the financial markets and in this context the various shares of the fund have increased. But the fall could be more volatile with decisions from the Fed, the ECB, not to mention the Bank of Japan and the next elections coming up.

Regarding our investments in the heart of the summer, we have been active in the primary market:

**Inmarsat 3.875% 2023:** a telecommunications company founded in 1979 that operates a network of 11 geostationary satellites and 37 ground stations to deliver telephone services in all areas, even the more inaccessible. The convertible bond was issued with a coupon of more than 3% in USD and over 40% delta which should allow us to participate in the appreciation of the share for which the broker, Jefferies has an expected price objective gain of more than 50%.

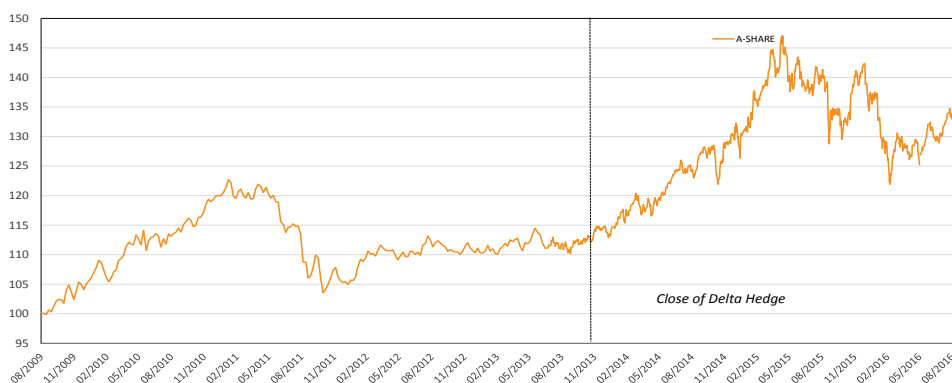
**Remy Cointreau 0% 2026:** French spirits group created over three centuries ago and controlled by the family Hériard Dubreuil. Its main activities are the production of cognacs, liqueurs and champagne with particular brands Remy Martin, Cointreau, Metaxa, Piper-Heidsieck ... This is a company that we have followed for a long time but that was difficult to trade. We have positioned ourselves opportunistically, despite a huge run up of the share year to date.

**Beijing Enterprises Water 0% 2021:** with a solid financial guarantee from Khazanah, the Malaysian sovereign fund, we believe in the potential of this new 5 year convertible bond (put after 3 years). The underlying, BEW, is a local Chinese equivalent of Suez/Veolia, active in water services and listed in Hong Kong with over 4 billion euro market capitalisation. We are looking for 15% price appreciation on the CB with its nearly 50% delta.

In addition, we bought a position in **Playtech 0.5% 2019**, a company developing gaming software (casino, poker, bingo, sporting bets) for casinos, computers and mobile phones. Playtech was founded in 1999 and is part of the FTSE250 index; it is a worldwide leader in its sector.

At the portfolio level, we recorded a nice performance on **Drillisch**, a German telecom company following good financial performance while some analysts feared a fall in profits following a promotion campaign to win subscribers. **Maurel & Prom** is being bought by the Indonesian Pertamina. This is a longstanding issue that illustrates the benefit of the convertible bonds compare to stocks: Indeed, shareholders have suffered a 70% fall since 2013 while the convertible bonds returned a good yield exacerbated by the last poison put. Finally, **Micron** has jumped more than 20% over the month.

**NAV PER SHARE SINCE INCEPTION (CLASS A)**



**PERFORMANCE**

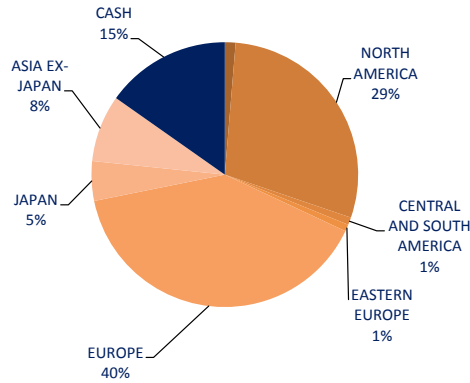
	A	C	H
<b>DELTA</b>	48%	48%	9%
<b>VOLATILITY</b>	9.78%	7.72%	4.94%
<b>NAV/SHARE</b>	134.91	108.21	106.57
<b>MONTH</b>	1.21%	1.01%	0.77%
<b>2016</b>	-1.75%	-0.54%	-4.03%
<b>2015</b>	4.69%	-1.58%	0.95%
<b>2014</b>	14.17%	5.59%	9.85%
<b>2013</b>	3.88%	7.63%	0.15% *
<b>2012</b>	4.66%	1.40%	
<b>2011</b>	-12.34%	-7.26%	

\* Since 01/07/2013

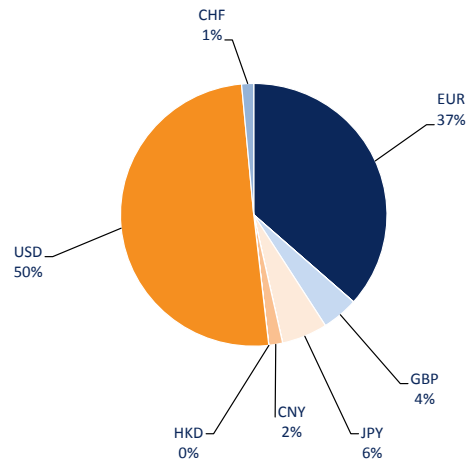
**MAIN HOLDINGS**

TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)
TAKE-TWO INTERACTIVE 1% 2018	USD	01/07/2018		3.58%	99%	0.00%	DRILLISCH AG 0.75% 2018 0.24%
POST HOLDING 2.5% 2049	USD			3.44%	97%	1.52%	MICRON TECHNOLOGY 1.625% 2033 0.19%
ALLERGAN PLC 5.5% 2018	USD	01/03/2018		2.93%	68%	6.77%	ETABLIS MAUREL ET PROM 2.75% 2021 0.16%
TEVA PHARMA C 0.25% 2026	USD	01/02/2026	01/02/2016	2.25%	100%	0.00%	ROYAL BAM GROUP NV 3.5% 2021 0.10%
BANK OF AMERICA CORP 7.25% 2049	USD			2.18%	11%	5.06%	SIEMENS FINANCIERINGSMAT 1.05% 2017 0.10%
PARPUBLICA / GALP 5.25% 2017	EUR	28/09/2017	28/09/2015	2.08%	37%	0.00%	
DRILLISCH AG 0.75% 2018	EUR	12/12/2018		1.97%	99%	0.00%	ALLERGAN PLC 5.5% 2018 -0.23%
PREMIER OIL 2.5% 2018	USD	27/07/2018		1.95%	15%	18.03%	TEVA PHARMA C 0.25% 2026 -0.07%
ORPEA 1.75% 2020	EUR	01/01/2020		1.94%	100%	0.00%	POST HOLDING 2.5% 2049 -0.07%
SIEMENS FINANCIERINGSMAT 1.05% 2017	USD	16/08/2017		1.94%	17%	0.00%	JAZZ INVESTMENTS LTD 1.875% 2021 -0.07%
							RTI INTERNATIONAL METALS 1.625% 2019 -0.06%
<b>PORTFOLIO</b>		<b>4.34</b>		<b>100%</b>	<b>48%</b>	<b>2.25%</b>	

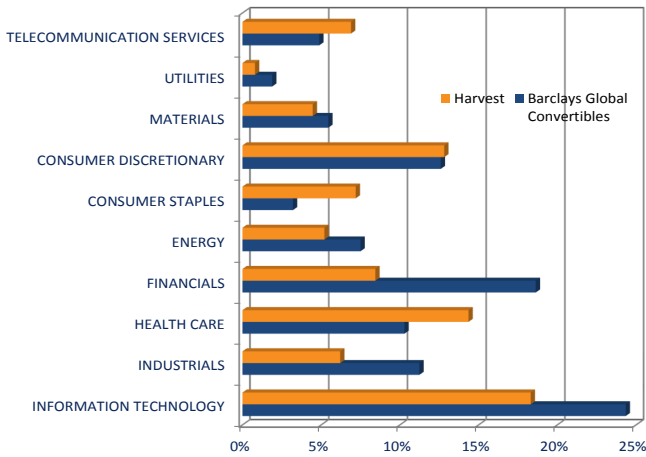
**GEOGRAPHIC ALLOCATION**



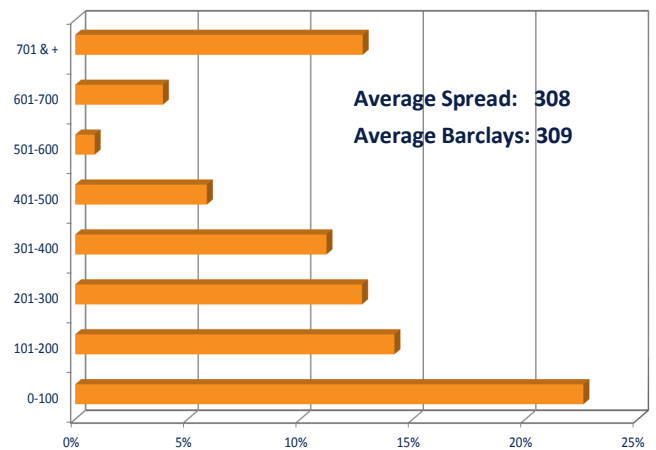
**CURRENCY ALLOCATION**



**SECTOR ALLOCATION**



**CREDIT SPREAD**



Source: Deutsche Bank

**GENERAL INFORMATION**

SHARE CLASS	ISIN	LAUNCH DATE	MAN. FEE	PERF. FEE	MIN. INVEST.	CLASS SHARES	SUBFUND ASSETS	CUT-OFF
A	LU0442197868	03/08/2009	1.85%	15% ABOVE 3-MONTHS LIBOR EUR (HIGH WATER MARK)	€ 1.000	CAPITALISATION	EUR 51 MILLIONS	DAILY 12:00 AM
B (INSTITUTIONAL)	LU0518233621	12/07/2010	1.20%		€ 1.000.000			
C (CURRENCY HEDGE)	LU0662027985	16/08/2011	1.85%		€ 1.000			
H (DELTA & CCY HEDGE)	LU0944844058	01/07/2013	1.85%		€ 1.000			

<b>CUSTODIAN</b>	<b>VP Bank (Luxembourg) SA</b>	<b>INVESTMENT MANAGER</b>	<b>Bellatrix Asset Management S.A.</b>
<b>SUBSCRIPTIONS / REDEMPTIONS</b>	<b>VP Fund Solution (Luxembourg) SA</b>	<b>31, bd Prince Henri L-1724 Luxembourg</b>	
<b>CENTRAL ADMIN / TA</b>	FAX +352 404 770 283	( +352 ) 26 25 66 20	
	TEL +352 404 770 260	info@bellatrix.lu	
	luxfunds@vpbank.com	<b>ADVISOR</b>	<b>Harvest Advisory S.A.</b>
<b>FUND</b>	<b>HARVEST INVESTMENT FUND</b>	<b>AUDITOR</b>	<b>Deloitte Audit S.à.r.l</b>
	26, Av. de la Liberté L-1930 Luxembourg	<b>LEGAL ADVISOR</b>	<b>Elvinger, Hoss &amp; Prussen</b>

Investment Manager's comments are expressed by Bellatrix Asset Management S.A.. Periodic reports, the prospectus of the Fund, and the simplified prospectus of the subfund are available on request from Bellatrix Asset Management S.A. or at the registered office of the Fund. The present information note should not be considered as an offer to buy or sell shares. In order to constitute an offer, this document should be accompanied by the prospectus of the Fund, the simplified prospectus of the subfund and the latest periodic report. Although they are based on the best possible sources, the figures in this document have not been audited. Past performance is no guarantee of future performance as the net asset value of the portfolio of the subfund depends on market developments. Returns are net of management and performance fees.