

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

February was almost flat in terms of performance but masks a volatile month with a strong rally in the second half partially erasing losses at the lows on 11th February as oil prices resumed upward momentum after China's central bank announced further stimulus measures. We are now in a waiting mode for the 10th March ECB meeting, hoping it will not fall short of expectations. While we are optimistic that convertible bonds will continue to gain on current levels, the overall fundamental picture contains considerable downside risks, including continued slow recovery for global growth and an increase in defaults (especially in commodities-linked sectors). Synthetic convertible bonds structures continue to lead the primary market. We normally do not participate in these opportunistic issues where the issuing company sells the convertible bond and then buys a call option: we are investors in convertible bonds because they are the best proposition in terms of risk/return; when it is not the case, we prefer to stay away. But never say never... We have participated into the **LVMH** new synthetic issue because the company is a luxury global leader, a family-run group with 70 prestigious brands, nearly EUR36 billion revenue in 2015, and a retail network of over 3.860 stores worldwide. We wouldn't make it a top pick for the time being though.

In the existing portfolio, our main performers were **Post Holdings**, **Marine Harvest** and **Priceline**. Post Holdings results were very good and the investment community is continuing to value what the com-

pany has been building in terms of pipeline in the last years. The company has raised its fiscal 2016 Adjusted EBITDA guidance range by 4% which is always a good sign. The stock price doubled since we started investing into the company but we estimate that the potential is still good and keep it in our top5 holdings in terms of delta. Priceline results were outstanding and the stock rebounded nearly 20% from a month low of around \$1000. We are still happy being invested into the global leader in online travel and travel related reservation and search services.

Also, we have increased our position in **Orpea** (retirement homes, rehabilitation clinics and psychiatric care) making the company one of our delta top5 positions, after the 2015 turnover announcement and double digit growth expectations for 2016. We raised our position into **Telecom Italia** by 20%. The company has been the sector's weakest performer year to date (-25% absolute/-18% relative), because it's at a 29% discount to Vivendi's entry price of EUR1.18 and we estimate a share price upside potential over 50% in the next 24 months. Vivendi already put some pressure on the Telecom Italia CEO for him to implement changes or ...

In terms of negative contribution to the monthly performance we had **Teva Pharmaceuticals** (-0.32%). We had cut already our position by 50% and took the recent decline as an opportunity and an entry point to overweight Teva again as our investment case is intact.

NAV PER SHARE SINCE INCEPTION (CLASS A)



PERFORMANCE

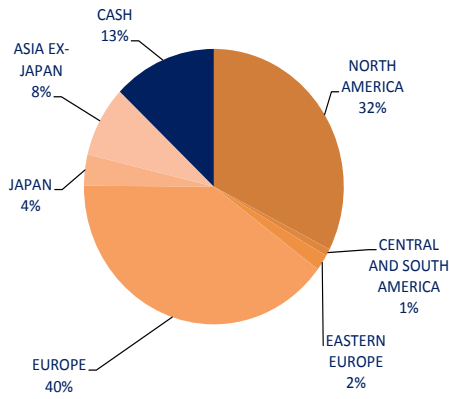
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	NO	CURRENCY	CURRENCY & DELTA
HEDGE			
DELTA	50%	50%	15%
VOLATILITY	12.65%	8.75%	6.36%
NAV/SHARE	129.37	102.04	106.48
MONTH	0.18%	-0.03%	-0.26%
YTD	-5.78%	-6.21%	-4.12%
2015	4.69%	-1.58%	0.95%
2014	14.17%	5.59%	9.85%
2013	3.88%	7.63%	0.15% *
2012	4.66%	1.40%	
2011	-12.34%	-7.26%	

* Since 01/07/2013

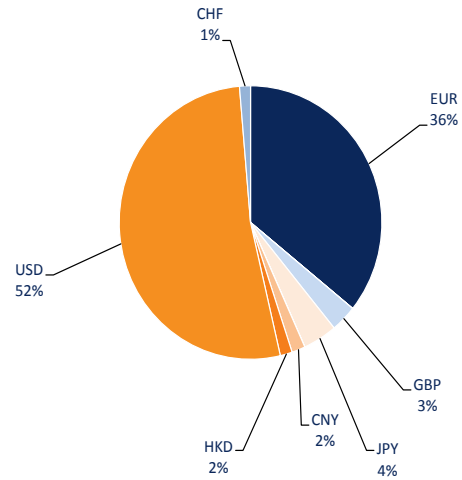
MAIN HOLDINGS

TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)	
Allergan Plc	USD	01/03/2018		3.84%	73%	7.50%	Post Holding (Perp.)	0.45%
SanDisk 1.5% 2017 USD	USD	15/08/17		3.48%	83%	0.00%	Marine Harvest 2019	0.18%
Take-Two Interactive 1% 2018 USD	USD	01/07/18		3.29%	95%	0.00%	Priceline.com 2018	0.14%
Post Holding	USD	Perpetual		3.12%	98%	1.83%	Steinhoff Finance 2021	0.11%
Marine Harvest 0.875% 2019 EUR	EUR	06/05/19		2.87%	89%	0.00%	Orpea 2020	0.10%
Fortis Fresh 1.686% 2049 EUR	EUR	29/08/49		2.65%	22%	3.21%		
Teva Pharma C 0.25% 2026 USD	USD	01/02/26	01/02/16	2.58%	100%	0.00%	Telecom Italia 2016	-0.11%
Orpea	EUR	01/01/2020		2.51%	94%	0.00%	LinkedIn Corp 2019	-0.11%
Parpublica / GALP 5.25% 2017 EUR	EUR	28/09/17	28/09/15	2.16%	26%	2.15%	Fortis Fresh (Perp)	-0.12%
Bank of America Corp	USD	Perpetual		2.11%	31%	6.78%	Pacira Pharma 2019	-0.12%
TOP 10 HOLDINGS				28.60%			Teva Pharma 2026	-0.32%
PORTFOLIO		2.15		100.00%	49.96%	2.67%		

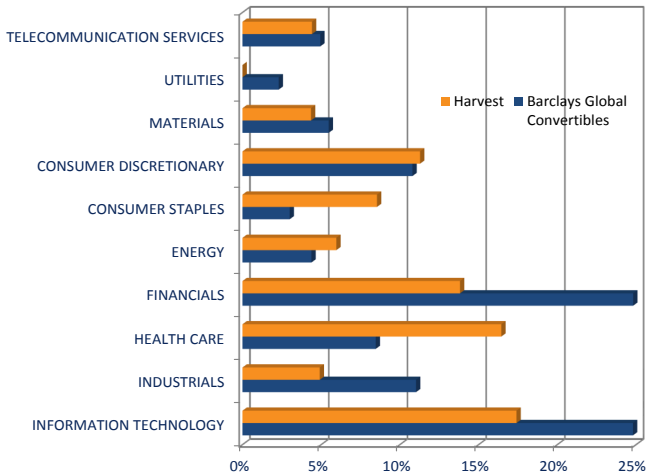
GEOGRAPHIC ALLOCATION



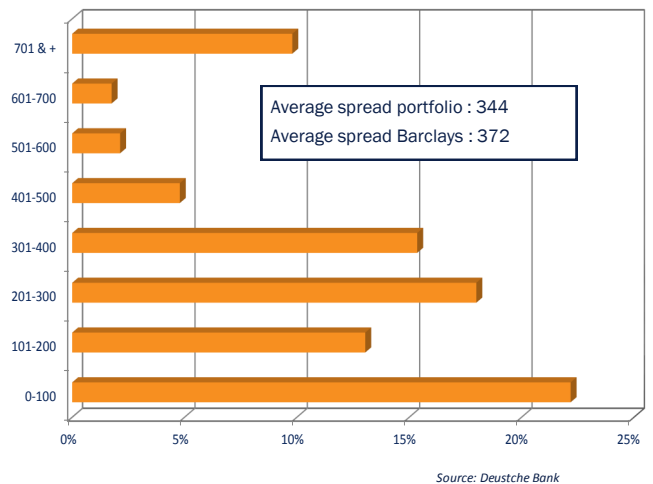
CURRENCY ALLOCATION



SECTOR ALLOCATION



CREDIT SPREAD



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 48 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			

CUSTODIAN	VP Bank (Luxembourg) SA	INVESTMENT MANAGER	Bellatrix Asset Management S.A.
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		AUDITOR	Deloitte Audit S.à.r.l
		LEGAL ADVISOR	Elvinger, Hoss & Prussen

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.