



**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**

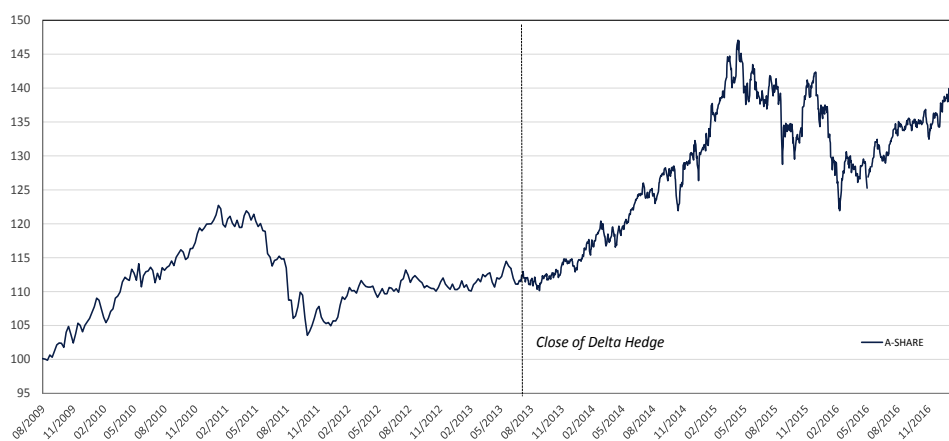
2017 began with new investments and we would like to focus on:

- Live Nation, the global leader in the concert value chain, with over 4x the fan attendance of the second largest promoter and 2x the remaining top ten promoters combined, creates high barriers to entry. The Concert and Event Promotion industry produce mainly dance performances, sporting events and concerts. Live music concerts and performances (clubs, theaters, arenas, amphitheatres and music festivals with attendance from fewer than 500 people in local clubs to more than 80,000 in arenas) generate nearly 60% of the industry revenue and have been both the most lucrative and fastest-growing segment in the industry over the past five years. Live Nation's Ticketmaster, internet sale and resale of tickets, mobile and virtual reality will increase the attractiveness and return of live products. Thus Live Nation should be a multi-year free cash flow growth story supported by a management focused and paid on continued monetization of artist, tour, and venue content. The convertible bond has been bought at around 108% for nearly 3 years maturity with a 2.5% coupon giving a limited 5% downside but a minimum targeted 20% return.
- Intel is one of Barclays Top Pick and an epitome of the PC decline era. Now this segment represents less than 50% of revenue and is on

higher trend. It is also made up for Data Center Group, with high single to low double-digit growth, and further diversification (Memory, Mobile, IoT). Intel is one of the cheapest in its universe (7.1x CY17E EV/EBITDA) and as the largest semiconductor spender in the U.S. would be one of the bigger beneficiaries of proposed changes to the U.S. corporate tax rate and potential deductions of domestic capex. Thus, poised to deliver growth for the first time in a half decade and a beneficiary of potential regulatory changes, Intel has some value with a target price of \$45 (around 20% over spot price). We invested in a high delta convertible bond.

- Fresenius Med Care, with 2014 revenues of around \$16 billion, is a Goldman Sachs European conviction stock. Our target price implies around 25% price gain. FMC is specialized for more than 4 decades in the treatment of patients with kidney failure and other chronic diseases. Worldwide, more than 2.5 million patients with this disease regularly undergo dialysis therapy, a vital blood cleansing procedure that substitutes the function of the kidney in the case of kidney failure. In the US, 640,000 people live with end-stage renal disease and more than 40 percent of Americans live with at least one chronic illness. FMC employs more than 100,000 people globally (60,000 in North America) and is a global leader producing nearly 50 percent of the dialysis machines sold worldwide.

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



**PERFORMANCE**

	A	C	H
<b>HEDGED</b>	NO	CURRENCIES	CURRENCIES & DELTA
<b>DELTA</b>	51%	51%	10%
<b>VOLATILITY</b>	8.10%	5.82%	3.92%
<b>NAV/SHARE</b>	139.47	108.77	105.59
<b>MONTH</b>	1.07%	2.13%	1.12%
<b>2016</b>	0.50%	-2.11%	-5.97%
<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%	

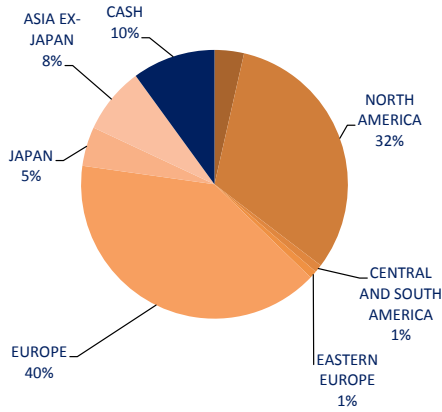
\* Since 01/07/2013

**MAIN HOLDINGS**

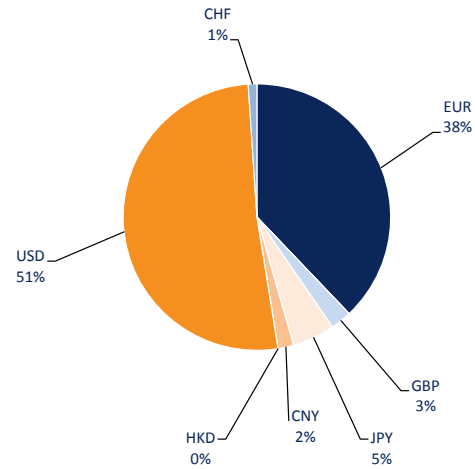
TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)
POST HOLDING 2.5% 2049	USD			3.55%	96%	1.55%	MICRON TECHNOLOGY 1.625% 2033 0.21%
ALLERGAN PLC 5.5% 2018	USD	01/03/2018		2.93%	84%	7.03%	FORTIS FRESH 1.686% 2049 0.20%
TAKE-TWO INTERACTIVE 1% 2018	USD	01/07/2018		2.29%	97%	0.00%	PREMIER OIL 2.5% 2018 0.18%
BANK OF AMERICA CORP 7.25% 2049	USD			2.20%	16%	5.38%	FUFENG 3% 2018 0.17%
SIEMENS FINANCIERINGSMAT 1.05% 2017	USD	16/08/2017		2.17%	17%	0.00%	FORTIS CASHES 2.305% 2049 0.16%
SPANSION 2% 2020	USD	01/09/2020		2.13%	100%	0.00%	
FORTIS CASHES 2.305% 2049	EUR	29/12/2049		2.11%	1%	2.99%	STEINHOFF FINANCE HLDG 4% 2021 -0.06%
PARPUBLICA / GALP 5.25% 2017	EUR	28/09/2017	28/09/2015	2.10%	35%	0.00%	INMARSAT PLC 3.875% 2023 -0.06%
PREMIER OIL 2.5% 2018	USD	27/07/2018		2.08%	8%	18.53%	ORPEA 1.75% 2020 -0.05%
MICRON TECHNOLOGY 1.625% 2033	USD	15/02/2033	15/02/2018	2.06%	98%	0.00%	PARPUBLICA / GALP 5.25% 2017 -0.04%
							FRESENIUS MEDICAL CARE 1.125% 2020 -0.04%
<b>PORTFOLIO</b>		<b>4.16</b>		<b>100%</b>	<b>51%</b>	<b>3.86%</b>	



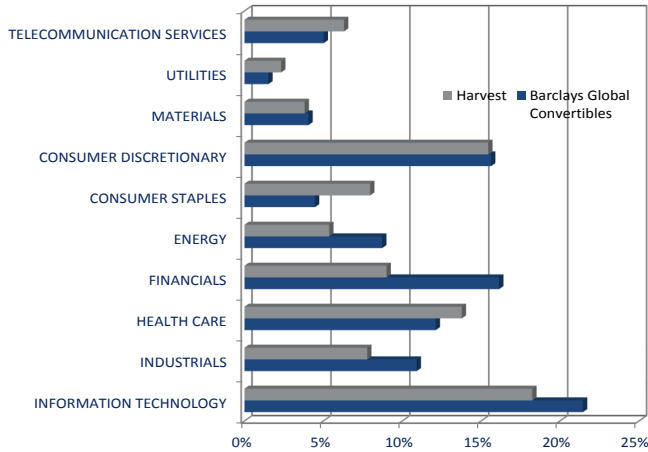
**GEOGRAPHIC ALLOCATION**



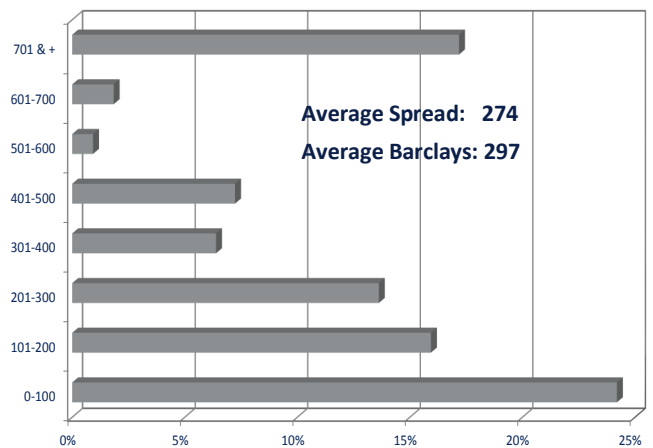
**CURRENCY ALLOCATION**



**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 50 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	<b>VP Bank (Luxembourg) SA</b>	INVESTMENT MANAGER	<b>Bellatrix Asset Management S.A.</b>
SUBSCRIPTIONS / REDEMPTIONS	<b>VP Fund Solution (Luxembourg) SA</b>		<b>31, bd Prince Henri L-1724 Luxembourg</b>
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FUND	<b>HARVEST INVESTMENT FUND</b> 26, Av. de la Liberté L-1930 Luxembourg	AUDITOR	<b>Deloitte Audit S.à.r.l</b>
		LEGAL ADVISOR	<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.