



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

The stock market rally that started on December 24 continued in February: the S&P 500 gained 2.97%, the EuroStoxx 4.39%, the Nikkei 225 2.94% and then, most notably, the Chinese markets in Shanghai +14% and Shenzhen +21%. Highlighting these performances, after December's sharp decline, puts our investment convictions in perspective: no market timing, because both ups and downs are violent, investing for the long term and using convertible bonds that allow participation in the rise in equities, while having a bond floor, in order to reduce volatility shocks.

Bloomberg magazine entitled their end of February article "Convertible Bonds Find Their Sweet Spot". However, the asset class suffers from its technical complexity and the lack of time and interest from fund selectors and wealth managers to understand it correctly in order to represent it at its true value in investment portfolios. The investment universe is also relatively small at around 300 billion dollars - half of the High Yield market. But to achieve the same result it is not enough to have 60% in bonds and 40% in shares. One of the explanations is that convertibles are most often issued by smaller companies or from sectors with more volatile growth, such as technology. Moreover, the market, dominated by Long-Only investors and no longer Hedge investors, should remain undervalued, meaning that they will continue to offer more than the sum of their parts.

Among the best contributions to performance this month were:

Cypress Semiconductor 2% 2020, which announced excellent results at the end of January, particularly in its flagship automotive sector from the Internet of Things (Internet 3.0 which is the interconnection of objects via the Internet).

Alibaba 5.75% 2019 which with an increase of nearly 10% over the month and more than 30% in 2019 illustrates the strong recovery of the Chinese market. This security is a "mandatory convertible": as part of the classic repertoire of convertible management, it differs from traditional convertible bonds in that it is not redeemed at par at maturity but must be converted into shares. In order to offer a better level of protection than shares, their coupon is usually higher than the dividend and, above all, the number of shares received at maturity increases if the share falls, thus cushioning the decline in the share.

In terms of investments, we carried out only one transaction with the strengthening in Ubisoft 0% 2021 position at the same time as Vivendi sold its last shares. Vivendi's exit enabled two new shareholders, Ontario Teachers' pension fund (3.4%) and Chinese digital giant Tencent (5%) to acquire a stake.

Finally, the current high level of liquidity, nearly 20%, allows to be ready to intervene on selected projects when opportunities arise.

NAV PER SHARE SINCE INCEPTION (CLASS A)



PERFORMANCE

	Hard closed			
	A	B	C *	H *
HEDGED	NO	NO	CURRENCIES	CURRENCIES & DELTA
DELTA	35%	35%	35%	0%
VOLATILITY	7,19%	7,18%	7,17%	3,70%
NAV/SHARE	148,42	139,09	115,10	102,68
MONTH	1,72%	1,78%	1,25%	0,00%
2018	-1,27%	-0,65%	-5,32%	-0,66%
2017	4,90%	5,33%	10,40%	-0,19%
2016	0,50%	1,20%	-2,11%	-5,97%
2015	4,69%	5,37%	-1,58%	0,95%
2014	14,17%	14,85%	5,59%	9,85%
2013	3,88%	4,53%	7,63%	0.15% **

**Since 01/07/2013

MAIN HOLDINGS

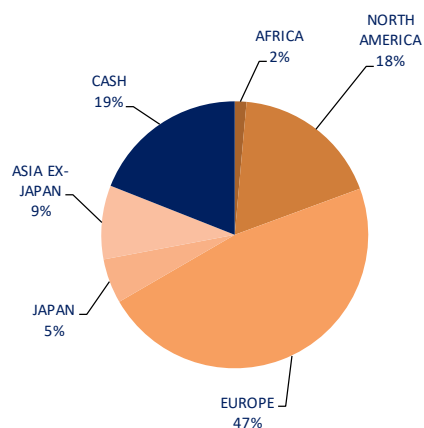
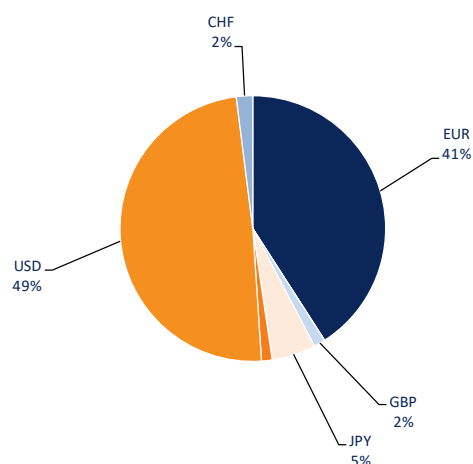
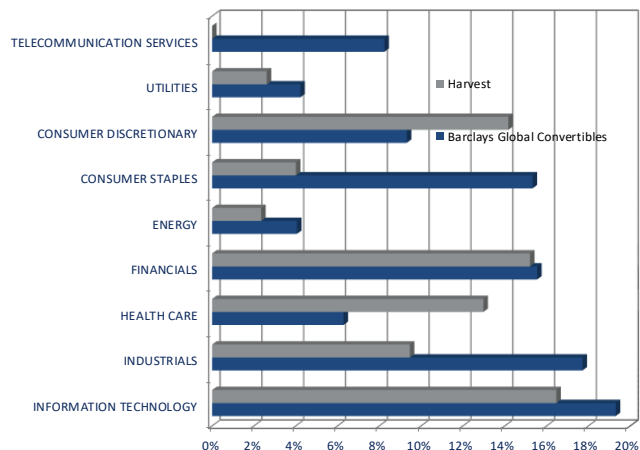
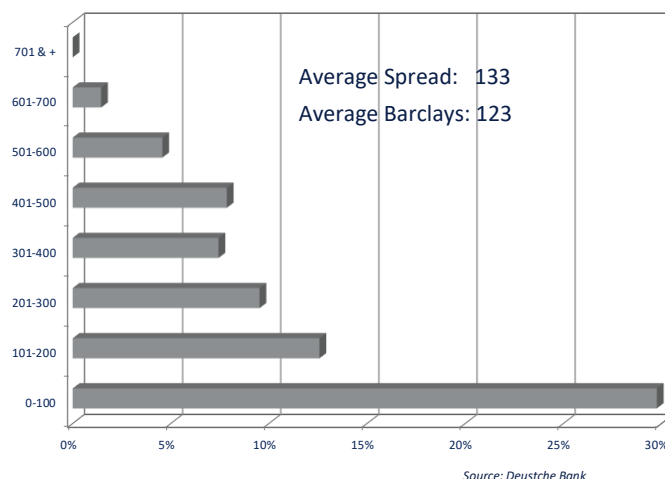
TOP 10		CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)	
SPANSION 2% 2020		USD	01/09/2020		3,32%	100%	0,00%	SPANSION 2% 2020	0,17%
BANK OF AMERICA 7.25% PERP		USD			2,71%	-16%	5,63%	MANDATORY 5,75% 2019	0,16%
FORTIS CASHES 2.305 2049		EUR	29/12/2049		2,68%	1%	2,25%	INMARSAT 3,875% 2023	0,10%
RED HAT 0.25% 2019		USD	01/10/2019		2,59%	100%	0,00%	AGEASFINLUX SA 1.022% PERP	0,09%
RAG STIFTUNG 0% 2021		EUR	18/02/2021		2,39%	18%	0,00%	MICRON 3% 2043	0,07%
AMERICA MOVIL 0% 2020		EUR			2,38%	0%	0,00%		
SONY CORPORATION 0% 2022		EUR	28/05/2020		2,36%	3%	0,62%	NYRSTAR 5% 2022	-0,08%
AGEASFINLUX SA 1.022% PERP		JPY	30/09/2022		2,30%	62%	0,00%	ADLER 2,5% 2021	-0,07%
MANDATORY 5,75% 2019		EUR			2,28%	2%	1,97%	SONY 0% 2022	-0,03%
BAGAN CAPITAL 0% 2021		USD	01/06/2019		2,13%	100%	0,00%	BIOMARIN 1,5% 2020	-0,03%
								FORTIS CASHES 2.305 2049	-0,02%
NAV			5,00		100%	35%	1,91%		

**BELLATRIX**

ASSET MANAGEMENT

HARVEST INVESTMENT FUND Global Convertible

FEBRUARY 2019

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 41 MILLIONS	DAILY 12:00 AM
B (INSTITUTIONAL)	LU0518233621	12-07-10	1,20%		€ 1.000.000			
C (CURRENCY HEDGE)	LU0662027985	16/08/2011	1,85%		€ 1.000			
H (DELTA & CCY HEDGE)	LU0944844058	01-07-13	1,85%		€ 1.000			

DEPOSITARY BANK	VP Bank (Luxembourg) SA	MANAGEMENT COMPANY	Bellatrix Asset Management S.A.
SUBSCRIPTIONS / REDEMPTIONS	VP Fund Solutions (Luxembourg) SA		31, bd Prince Henri L-1724 Luxembourg
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FUND	HARVEST INVESTMENT FUND 2 Rue Edward Steichen L-2540 Luxembourg	ADVISOR	Harvest Advisory S.A.
		AUDITOR	KPMG Luxembourg Société Coopérative
		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 sub-fund 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 sub-fund depends on market developments. Returns are net of management and performance fees.