



**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**

Points of focus for June on the investment portfolio were:

- After the CNBV (Mexican financial authority) gave its clearing for a cash tender offer for OHL Mexico's and its subsequent delisting, a poison put has been triggered on our **OHL/OHL Mexico 4% 2018** holding at par (100%). We will be able to sell the bond back to the issuer at 100% before maturity whereas the bond quoted 95% early June, enhancing our targeted yield. This is another example of convertible bond interest compare to straight bonds and a reason for our emphasis on M&A targets/situations for ratchet and poison put clauses.

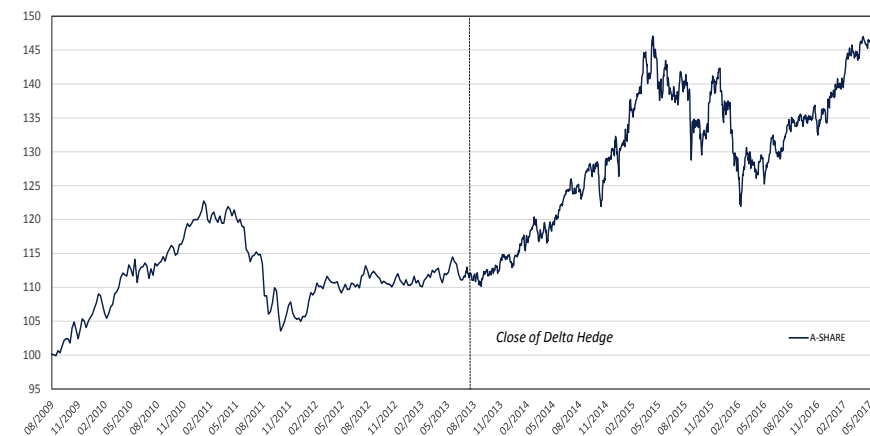
- Due to a the upcoming maturity, we have switched from **Siemens 1.05% 08/17** to **Siemens 1.65% 2019**, giving us 2 extra years in this quality company. We share Berenberg analyst views that Siemens benefits from: (i) a record order backlog, providing superior growth; (ii) share gains in automation due to superior software exposure; (iii) the largest portfolio story in its peer group, from which it should carve-out its healthcare and rail businesses; and (iv) margin upside from fixing sub-margin legacy businesses. Siemens is the cheapest large-cap European/US electrical on 11.0x FY18 EV/EBITA. Siemens is one of our top10 holdings and a heavy weight of the Thomson Reuters Global Convertible Bond index.

- To enable a bond floor reconstitution, yield enhancement and sector diversification we switched part of our **Orpea 1.75% 2020** (100% delta and over 70% profit) to the new perpetual **Korian 2.5% 2049** (delta of 50% and 2.5% yield). Both companies are French and leaders in European senior care sector. Orpea with nearly EUR6billion market cap is the clear leader and outperformed. But Korian, with a new management team since 2016 has pressure to deliver and come back.

- After the issuer call on **Marine Harvest 0.875% 2019** CB, we have decided to convert into shares and sell them into the market. At the same time, we doubled our position into **Marine Harvest 0.125% 2020** keeping a decent exposure to one of the largest seafood companies in the world and the world largest producer of Salmon with a higher bond floor.

- We have increased our investment into Sony because of continuing delivery on the financial side and on the turnaround operated by its actual CEO, Kazui Hirai. Sony was one of Seth Fisher's, the founder of Oasis Management and a previous star of Highbridge Capital Management, stock pick during the Sohn Hong-Kong investment Conference. We still envisage a double digit upside potential.

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



**PERFORMANCE**

	A	B	C	H
<b>HEDGED</b>	NO	NO	CURRENCIES	CURRENCIES & DELTA
<b>DELTA</b>	49%	49%	49%	7%
<b>VOLATILITY</b>	6.15%	6.13%	4.49%	2.92%
<b>NAV/SHARE</b>	144.25	133.78	115.09	106.05
<b>MONTH</b>	-1.19%	-1.14%	-0.45%	-0.24%
<b>2017</b>	4.54%	4.65%	8.07%	1.56%
<b>2016</b>	0.50%	1.20%	-2.11%	-5.97%
<b>2015</b>	4.69%	5.37%	-1.58%	0.95%
<b>2014</b>	14.17%	14.85%	5.59%	9.85%
<b>2013</b>	3.88%	4.53%	7.63%	0.15% *
<b>2012</b>	4.66%	5.47%	1.40%	

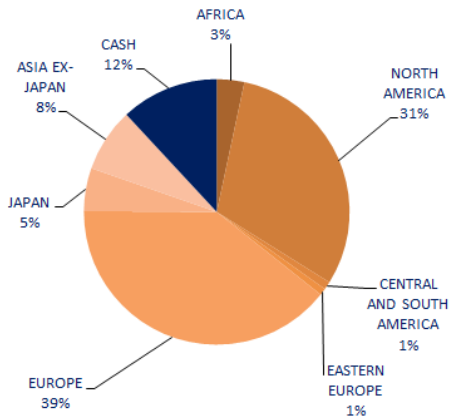
\* Since 01/07/2013

**MAIN HOLDINGS**

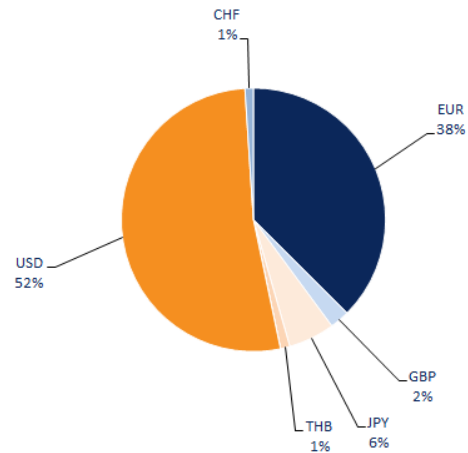
TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)
ALLERGAN PLC 5.5% 2018	USD	01/03/2018		2.88%	79%	6.37%	ALLERGAN PLC 5.5% 2018 0.21%
TAKE-TWO INTERACTIVE 1% 2018	USD	01/07/2018		2.81%	97%	0.00%	MAND. EXCH TRUST (BABA US) 5.75% 2019 0.19%
SONY CORPORATION 0% 2022	JPY	30/09/2022		2.50%	45%	0.00%	PACIRA PHARMACEUTICALS 3.25% 2019 0.08%
MICRON TECHNOLOGY 1.625% 2033	USD	15/02/2033	15/02/2018	2.26%	99%	0.00%	FORTIS FRESH 1.686% 2049 0.06%
SPANSON 2% 2020	USD	01/09/2020		2.23%	97%	0.00%	DEUTSCHE POST AG 0.6% 2019 0.04%
FORTIS CASHES 2.305% 2049	EUR	29/12/2049		2.20%	2%	2.15%	TAKE-TWO INTERACTIVE 1% 2018 -0.16%
MARINE HARVEST 0.125% 2020	EUR	05/11/2020		2.17%	64%	0.00%	RTI INTL METALS 1.625% 2019 USD -0.09%
BANK OF AMERICA CORP 7.25% 2049	USD			2.09%	19%	5.75%	MICRON TECHNOLOGY 1.625% 2033 -0.09%
SIEMENS FINANCIERINGSMAT 1.65% 2019	USD	16/08/2019		2.07%	44%	0.00%	MARINE HARVEST 0.125% 2020 -0.09%
FORTIS FRESH 1.686% 2049	EUR	29/08/2049		1.96%	8%	1.78%	SIEMENS FINANCIERINGSMAT 1.65% 2019 -0.09%
<b>PORTFOLIO</b>		<b>4.37</b>		<b>100%</b>	<b>49%</b>	<b>1.29%</b>	



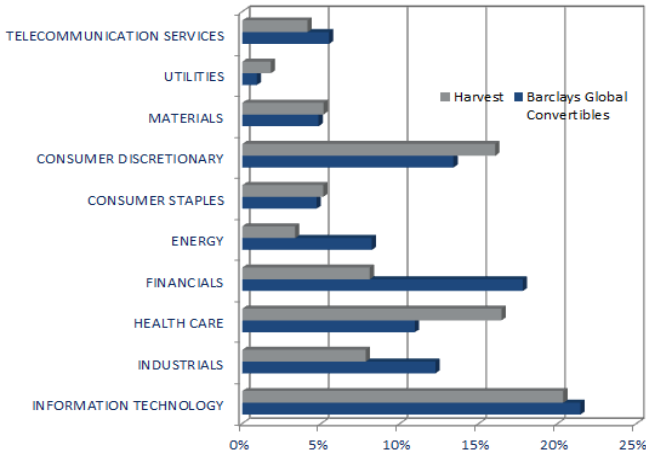
**GEOGRAPHIC ALLOCATION**



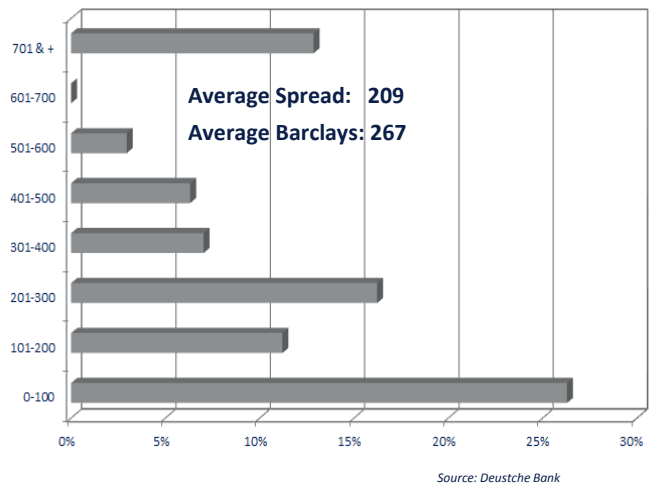
**CURRENCY ALLOCATION**



**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 53 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			

DEPOSITARY BANK	<b>VP Bank (Luxembourg) SA</b>	MANAGEMENT COMPANY	<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>
CENTRAL ADMIN / TRANSFER AGENT	FAX +352 404 770 283 TEL +352 404 770 260 luxfunds@vpbank.com		(+352) 26 25 66 20 info@bellatrix.lu
FUND	<b>HARVEST INVESTMENT FUND</b> 26, Av. de la Liberté L-1930 Luxembourg	ADVISOR	<b>Harvest Advisory S.A.</b>
		AUDITOR	<b>KPMG Luxembourg Société Coopérative</b>
		LEGAL ADVISOR	<b>Elvinger, Hoss 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.