



**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**

This month... A quick update on Barceló's approach to purchase NH Hotels; we think there is more value to extract from the NH Hotels 2018 convertible bond if this approach leads to counter bids from Rezidor, Accor or other players.

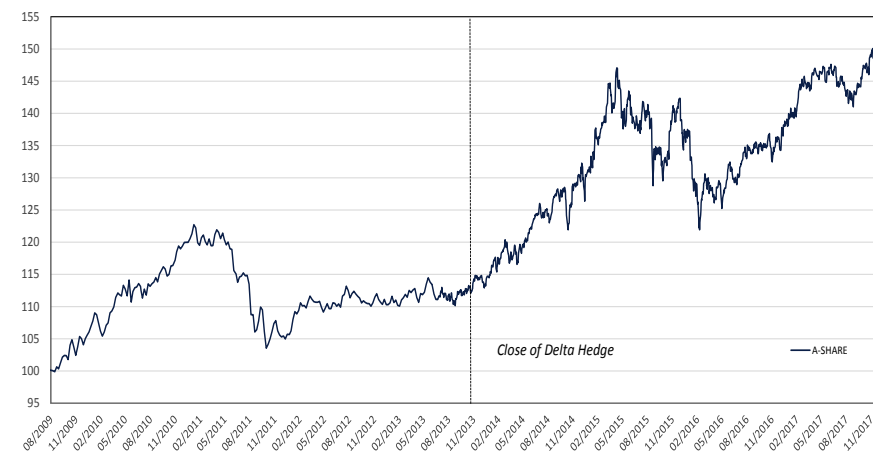
Indeed, we would like to focus on Japan where we participated in the annual convertible bond conference organised by Daiwa. This has been an opportunity to network with around 20 global convertible bond fund managers. It's always nice to see old and new faces, compare investment style, look for the asset class news, opportunities and future. Our days were filled with company site visits, presentations and Q&A. We spoke about companies' CB issues, business plans, views on their markets and opportunities... Finally, a trip is a chance to travel and be in touch with the country, the culture, and the inhabitants. Just think, the average Chinese is 37 years old, the Indian 28, the American 38 and the Japanese 47! By 2060 Japan is forecast to lose a third of its population, so who will pay for the government debt, work in factories or care for grandmas? Robots, artificial intelligence... because productivity is vital if you are losing so much... And on that rational thinking you then get the on-field mes-

sage: the focus of companies is to find alternatives to the ageing of their workforce. For instance, a construction company explained to us that the ageing and declining workforce makes their R&D department look after robots. A practical application to suspend false ceilings reduced manpower needs by 70%.

As a summary, our investment cases for Japan and specific companies like Sony, Suzuki Motors and SBI Holdings have been strengthened.

Also, after decades of investments in Japan, this is the first time I saw a real change in companies and focus: Years ago, you would barely find a Japanese investor relation person speaking fluent English, companies were looking at their belly-button and strategies were not clear. Now, they really start to look at figures, top and bottom line, return to shareholders, growth, overseas markets (if you can't sell domestic then conquer the world) and so on and so on. Japan has been overweight in our portfolio for quite some time and 2017 has been really rewarding in that respect and we estimate that this will continue.

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



**PERFORMANCE**

	A	B	C *	H *
<b>HEDGED</b>	NO	NO	CURRENCIES	CURRENCIES & DELTA
<b>DELTA</b>	57%	57%	57%	10%
<b>VOLATILITY</b>	6.20%	6.18%	4.63%	2.97%
<b>NAV/SHARE</b>	146.33	136.03	118.73	105.05
<b>MONTH</b>	-1.86%	-1.81%	-0.69%	-1.12%
<b>2017</b>	6.04%	6.41%	11.48%	0.60%
<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%	

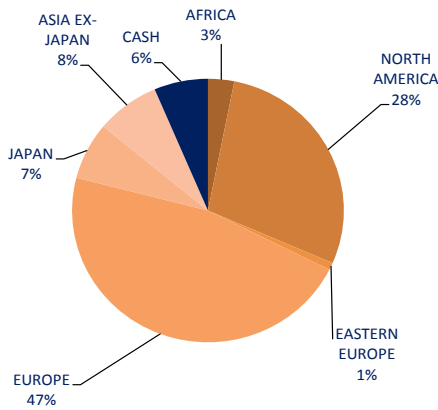
\* Soft Closed  
\*\* Since 01/07/2013

**MAIN HOLDINGS**

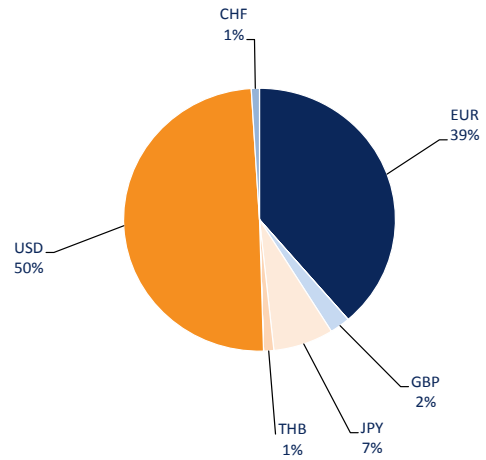
TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP	TOP 5 / BOTTOM 5 (ATTRIBUTION)
MICRON TECHNOLOGY 1.625% 2033	USD	15/02/2033	15/02/2018	3.36%	100%	0.00%	PACIRA PHARMACEUTICALS 3.25% 2019 0.23%
SONY CORPORATION 0% 2022	JPY	30/09/2022		2.86%	64%	0.00%	SBI HOLDINGS INC 0% 2022 0.11%
FORTIS CASHES 2.305% 2049	EUR	29/12/2049		2.63%	1%	1.96%	NH HOTEL GROUP SA 4% 2018 0.11%
SPANSION 2% 2020	USD	01/09/2020		2.41%	97%	0.00%	ABLYNX NV 3.25% 2020 0.10%
MARINE HARVEST ASA 0.125% 2020	EUR	05/11/2020		2.38%	73%	0.00%	SBI HOLDINGS INC 0% 2020 0.10%
FORTIS FRESH 1.686% 2049	EUR	29/08/2049		2.30%	3%	1.66%	SIEMENS FINANCIERINGSMAT 1.65% 2019 -0.11%
BANK OF AMERICA CORP 7.25% 2049	USD			2.28%	-20%	0.00%	STEINHOFF FINANCE HOLDING 1.25% 2023 -0.10%
RAG-STIFTUNG 0% 2021	EUR	18/02/2021		2.27%	58%	0.00%	STEINHOFF FINANCE HOLDING 4% 2021 -0.09%
AMERICA MOVIL SAB 0% 2020	EUR	28/05/2020		2.03%	16%	0.16%	MARINE HARVEST ASA 0.125% 2020 -0.09%
SIEMENS FINANCIERINGSMAT 1.65% 2019	USD	16/08/2019		2.02%	58%	0.00%	MANDATORY EXCHANGE 5.75% 2019 -0.09%
<b>NAV</b>		<b>4.82</b>		<b>100%</b>	<b>57%</b>	<b>0.70%</b>	



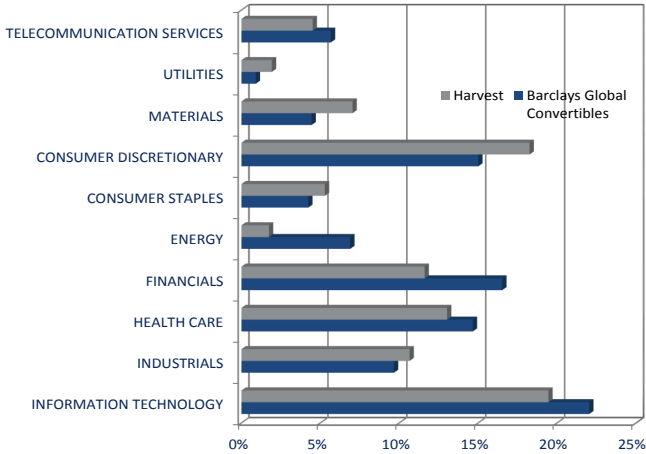
**GEOGRAPHIC ALLOCATION**



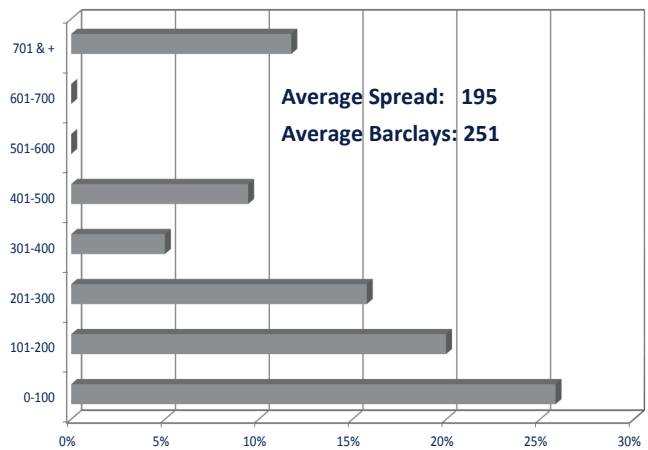
**CURRENCY ALLOCATION**



**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 49 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 Solutions (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	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 KIIDs of the sub-fund 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 KIIDs 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.