

**BELLATRIX**

ASSET MANAGEMENT

HARVEST INVESTMENT FUND Global Convertible

JANUARY 2020

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

2020 was off to a flying start. However, the Coronavirus, which is expected to peak around 10th February, has become the new scarecrow of the financial markets. As far as we are concerned, and in anticipation of being able to more or less judge the evolution and impact of this virus on the global economy and the markets, we are staying with our investment and risk management strategy of relative prudence.

The U.S. economy is doing well and nearly 70% of the S&P500 companies that reported earnings beat market expectations.

The strongest contributors to performance this month were the high delta (implying a very high participation in the rise and fall of the underlying stock) **ServiceNow 0% 2022**. The company offers a cloud-based platform of productivity-enhancing tools for businesses. Its good results have been accompanied by a series of upward revisions by analysts and a strong rise in the share price. Given the quality of the company, we are maintaining the position. Also noteworthy is the contribution of **Bank of America 7.25% Perp**, one of the attractions of which is the yield at a time when in the USA not only President Trump, whose re-election is likely, but also the end of the cycle, is still militating for FED cuts in rates. Yield products are de facto solicited. Finally, anecdotally, let us note the performance of **Top Glove 2%**

2024. Indeed, we had invested not only because the convertible bond was very cheap (offering yield and a discount on the mathematical valuation) but also for the exposure it offers to Top Glove, one of the world leaders in rubber gloves. The company owns and operates 43 manufacturing plants in Malaysia, Thailand and China. These products are in high demand amidst the Coronavirus crisis. On the reverse side, **LVMH 0% 2021** is weighing on the fund's performance, as the company reported a financial impact following the demonstrations in Hong Kong and fears about the level of business impact of the Coronavirus crisis. Bernard Arnault, speaking at the publication of the financial results, said he expects the effects to fade by mid-February to early March at virus climax and should ultimately only have marginal impact. Let's bet that one of the richest men in the world, who has demonstrated something in terms of risk and investment management since his purchase of the late Boussac empire, to make it the world leader in luxury goods in a few decades, continues to do so. "All in All" as our English friends say - who, one almost forgets, left the European Union on 31st January - our portfolio has shown a certain hedge with on the one hand the performance of Top Glove and the other the underperformance of LVMH, diversification playing its role !

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

	HARD CLOSED			
	A	B	C	H
HEDGED	NO	NO	CURRENCIES	CURRENCIES & DELTA
DELTA	46%	46%	46%	0%
VOLATILITY	3.81%	3.80%	3.64%	3.17%
NAV/SHARE	162.32	152.82	124.19	104.66
MONTH	1.30%	1.35%	0.74%	1.69%
2019	12.13%	12.72%	10.73%	-0.59%
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%

MAIN HOLDINGS

TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	YTM/YTP
BANK OF AMERICA 7.25% PERP	USD			2.98%	0%	4.65%
SONY CORPORATION 0% 2022	JPY	30/09/2022		2.67%	100%	0.00%
FORTIS CASHES Float 2049	EUR	29/12/2049		2.66%	1%	1.92%
SERVICE NOW 0% 2022	USD	01/06/2022		2.42%	99%	0.00%
RAG STIFTUNG 0% 2021	EUR	18/02/2021		2.12%	18%	0.00%
PALO ALTO 0.75% 2023	USD	01/07/2023		2.12%	70%	0.00%
AMERICA MOVIL 0% 2020	EUR	28/05/2020		2.10%	0%	0.25%
BOOKING HOLDINGS 0.9% 2021	USD	15/09/2021		2.10%	56%	0.00%
MICHELIN 0% 2022	USD	10/01/2022		1.94%	31%	0.00%
TELADOC HEALTH 1.375% 2025	USD	15/05/2025		1.93%	92%	0.00%
NAV		4.99		100%	46%	1.68%

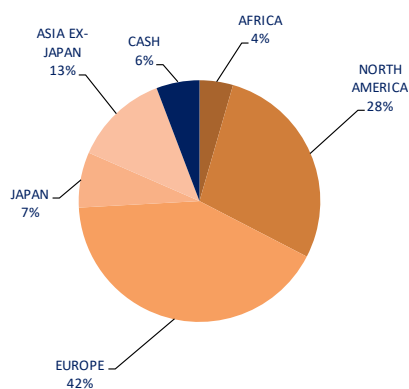
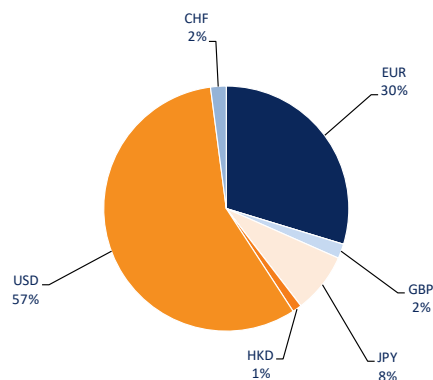
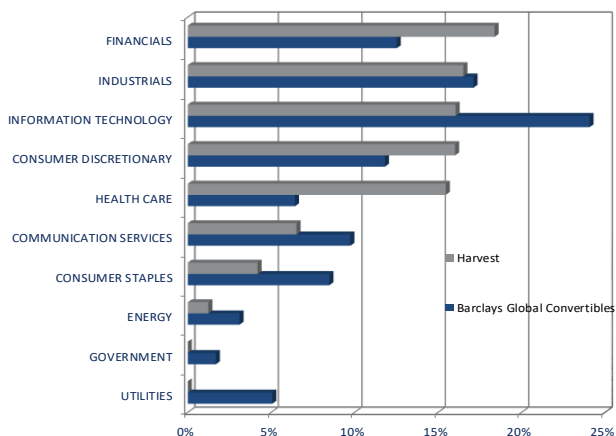
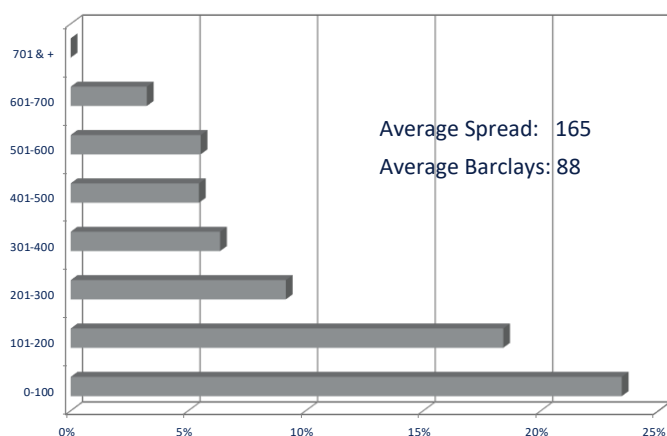
TOP 5 / BOTTOM 5 (ATTRIBUTION)	
SERVICE NOW 0% 2022	0.39%
BANK OF AMERICA 7.25% PERP	0.21%
TOP GLOVE LABUAN 2% 2024	0.10%
FORTIS CASHES Float 2049	0.09%
ETSY 0% 2023	0.09%
ON SEMICONDUCTOR 1.625% 2023	-0.13%
BOOKING HOLDINGS 0.9% 2021	-0.12%
LVMH 0% 2021	-0.10%
ADLER 2.5% 2021	-0.09%
CP FOODS 0.5% 2021	-0.03%

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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 47 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	VP Bank (Luxembourg) SA	MANAGEMENT COMPANY	Bellatrix Asset Management S.A.
SUBSCRIPTIONS / REDEMPTIONS	VP Fund Solutions (Luxembourg) SA	ADVISOR	Harvest Advisory S.A.
CENTRAL ADMIN / TRANSFER AGENT	FAX +352 404 770 283 TEL +352 404 770 260 FundClients-LUX@vpbank.com		
FUND	HARVEST INVESTMENT FUND 2 Rue Edward Steichen L-2540 Luxembourg	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.