

**BELLATRIX**

ASSET MANAGEMENT

**HARVEST INVESTMENT FUND** Global Convertible**JULY 2021****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**

In July, market focus pointed to China after a regulatory crackdown in its technology and education sectors. This translated into heavy losses for investors, prompting Asia equity strategist Mixo Das, of JPMorgan, to remark in CNBC's "Squawk Box Asia" that now could be the best time to buy Asia stocks and he favors stocks that are sensitive to changes in interest rates, such as banks. On opportunities in China, technology stocks are still a "buy" for investors with a long-term horizon. As U.S. markets have been hitting record levels while Europe and Japan are approaching their all-time highs, investor positioning in Asia is currently "extremely, extremely light". "If you look at the valuation on these names relative to comparable across the world, it is ridiculously cheap right."

To participate in global markets and Asia/China investments, convertible bonds are, for us, the smart asset. They actually trade in Asia at a discount of nearly 2.5% on average to their intrinsic value, at the bottom range for over a year and, on top of that, some issues like the **JPMorgan/Tencent 0% 2022** or **JPMorgan/Alibaba 0% 2023** enable a participation into China investments with a JPMorgan credit so that even if these companies go bankrupt, still, JPMorgan has to reim-

burse your convertible at par. Thus, on **JPMorgan/Tencent 0% 2022** the downside risk is 15% or on **JPMorgan/Alibaba 0% 2023** even less, at under 7%. So, let's be wise and invest into global markets with cheap entry doors like convertible bonds. Or as Ray Dalio, the founder of the world's largest hedge fund Bridgewater Associates, said on the topic about investors: "as a result, they've missed out on what's going on in China and probably will continue to miss out,".

On the portfolio specifics, we had a negative impact from **JPMorgan/Tencent 0% 2022** investment to which we stay committed for the reasons we have exposed (low downside compared to upside potential), Teladoc (leader long term prospects) and Mithra (nice yield and upside potential). On the positive contribution we had Akka Technologies as the company is taken over by Adecco with a premium over 100% to the July pre-offer price that illustrates that price and value may differ but that when value is there, price will follow.

Finally, on a general note, this earnings season has been generally good so far and also for our portfolio and we still have a nice pipeline of possible new investments.

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

	HARD CLOSED			
	A	B	C	H
HEDGED	NO	NO	CURRENCIES	CURRENCIES & DELTA
DELTA	58%	58%	58%	0%
VOLATILITY	8,64%	8,63%	8,92%	5,98%
NAV/SHARE	182,54	173,46	142,56	102,94
MONTH	-0,28%	-0,22%	-0,41%	-1,03%
2021	3,25%	3,64%	1,50%	-6,14%
2020	10,33%	10,99%	13,94%	6,56%
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%

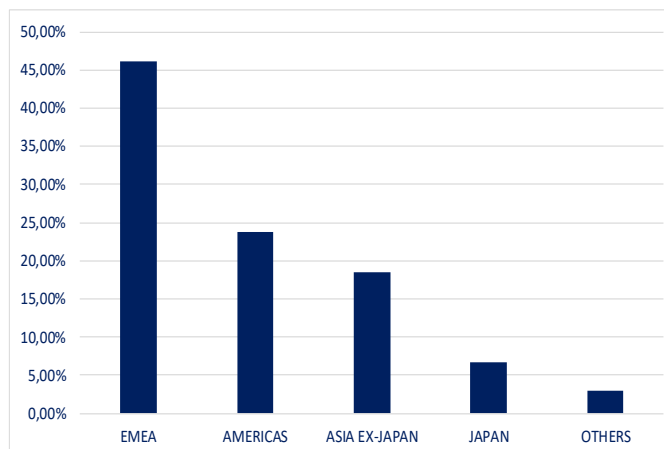
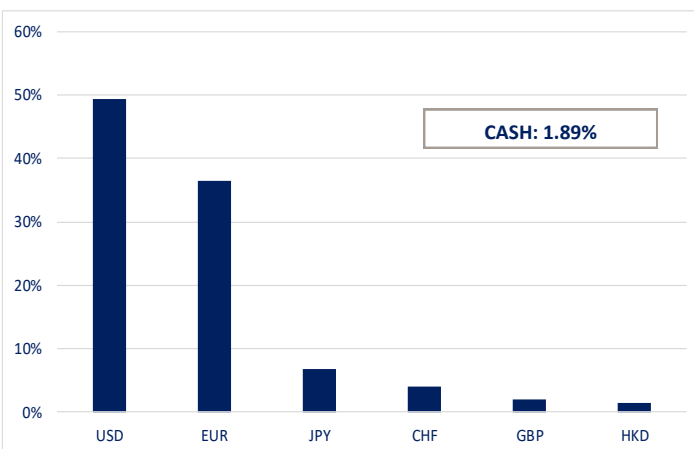
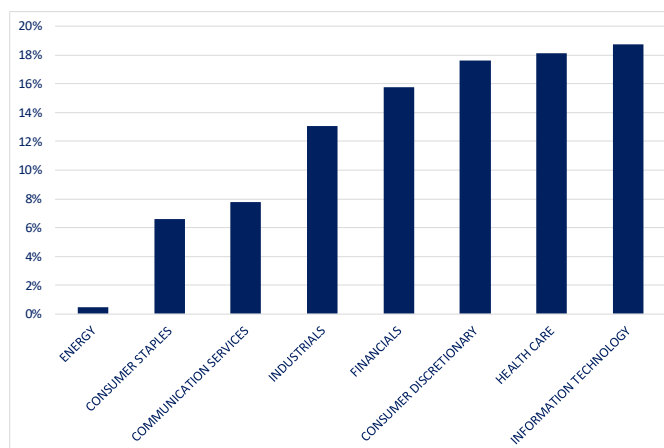
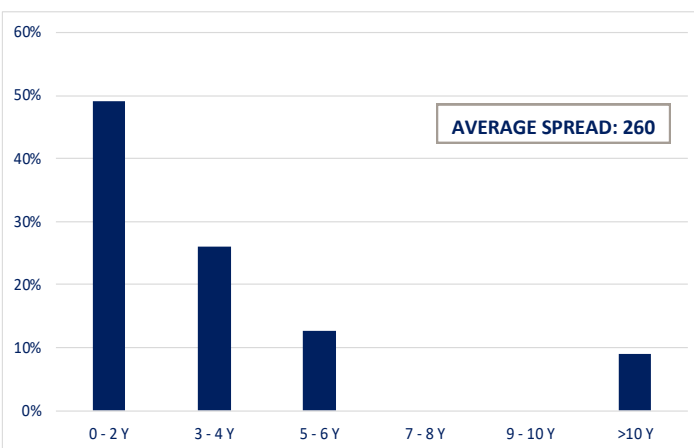
**MAIN HOLDINGS**

TOP 10	CCY	MATURITY / DURATION	PUT	%	DELTA	CURRENT YIELD
SERVICE NOW 0% 2022	USD	01/06/2022		3,55%	100%	0,00%
ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	EUR	05/02/2025	05/02/2023	3,08%	93%	0,00%
MITHRA PHARMACEUTICALS 4.25% 2025	EUR	17/12/2025		2,97%	52%	4,13%
ENDEAVOUR MINING 3% 2023	USD	15/02/2023		2,92%	56%	2,50%
ZUR ROSE 2.75% 2025	CHF	31/03/2025		2,73%	99%	1,09%
FORTIS CASHES Float 2049	EUR			2,69%	2%	2,41%
PALO ALTO 0.75% 2023	USD	01/07/2023		2,53%	99%	0,48%
SONY CORPORATION 0% 2022	JPY	30/09/2022		2,51%	100%	0,00%
BANK OF AMERICA 7.25% PERP	USD			2,41%	0%	4,77%
TELADOC HEALTH 1.375% 2025	USD	15/05/2025		2,25%	99%	0,50%
<b>NAV</b>		<b>4,44</b>		<b>100%</b>	<b>58%</b>	<b>1,18%</b>

TOP 5 / BOTTOM 5 (ATTRIBUTION)	
AKKA TECHNOLOGIES 3.5% PERP	0,36%
SERVICE NOW 0% 2022	0,24%
PALO ALTO 0.75% 2023	0,15%
ENDEAVOUR MINING 3% 2023	0,10%
ARTEMIS/KERING 0% 2023	0,10%
JP MORGAN CHASE/TENCENT 0% 2022	-0,22%
TELADOC HEALTH 1.375% 2025	-0,21%
LG DISPLAY 1.50% 2024	-0,14%
MITHRA PHARMACEUTICALS 4.25% 2025	-0,13%
KAKAO 0% 2023	-0,13%

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**HARVEST INVESTMENT FUND** Global Convertible**JULY 2021****GEOGRAPHIC ALLOCATION****CURRENCY ALLOCATION****SECTOR ALLOCATION****MATURITY ALLOCATION****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 52 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.