

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.

FUND MANAGER'S COMMENTS

Against all odds, Nasdaq closed H1 2023 with its best start since 1983 surging 31.7%! The S&P 500 gained 6.5% in June for its best monthly performance since October and 15.9% for year to date, its best H1 since 2019. Wahoo... all that with central bankers still in restrictive mode with inflation levels still being outside of targeted levels.

Convertible bonds on a global basis did quite ok compared to other asset classes. If their rebound is not as staggering as the Nasdaq100, it is also because the Nasdaq100 rise is quite concentrated on mega-cap technology stocks, not represented in the convertible bond universe. By way of illustration, Nvidia rose by a staggering 189% year-to-date and Apple closed at a \$3 trillion market cap. Still, the broader market did perform nicely considering the interest rate environment and level, recession fear, and central banker determination to bring back resilient high inflation to their 2% target. The global convertible bond market was still as low in June as it was in May, despite some very interesting new issues like the EUR150 million SGL Carbon 2028.

At the moment, our portfolio is concentrated in 40 investments. Average delta is around 42% and the yield over 3%. These are quite exciting parameters compared to what we could expect only 12 to 18 months ago. We are keeping a little over 9% in cash.

On specific investments, we had a stellar +10% rise from our top delta position in Palo Alto Networks 2023. In second position, came Zur Rose (renamed DocMorris) 2025 convertible whose credit tightened. The company credit (and equity) reacted positively to the news that e-script will be effective in Germany as of 1st July. DocMorris after having sold its brick-and-mortar operations to Migros is now a pure play into e-pharmacy. Then we had Exact Sciences that announced a positive outcome from its latest trial results for its colo-rectal cancer tests, Cologuard. On the credit and yield side, Fortis Cashes appears to us as a very nice way to be exposed to yield and rate rises. Its return is based on floating rate and increases with every rate rise and it still yields over 6%. Finally, Bharti Telecom from India continued a nice long-term positive trend. The leading Indian telecom operator is a good way to get exposure to the very promising Indian market where not so many names can be treated on a large scale.

So the rise was across sectors, geography, and credit to equity convertible. All in all, the market is strong. Still, we must ask ourselves what the next step is considering that the equity performance and dividend yield do not compensate enough for the risk taken compared to sovereign bond or cash yield.

NAV PER SHARE (CLASS A)



SUMMARY

	HARD CLOSED			
	A	B	C	H
HEDGED	/	/	Devises	Devises & Delta
NAV/SHARE	156.47	150.56	113.61	97.54
YTD	4.20%	4.57%	4.63%	-1.26%
MONTH	0.55%	0.61%	1.58%	-1.77%
DELTA	42.17%	42.17%	42.17%	0.00%
VOLATILITY	8.76%	8.75%	8.47%	13.00%
MATURITY/DURATION	2.23			
AVERAGE DELTA	42%			
CURRENT YIELD	1.32%			
AVERAGE SPREAD	151			
CASH	10.65%			

Performance History

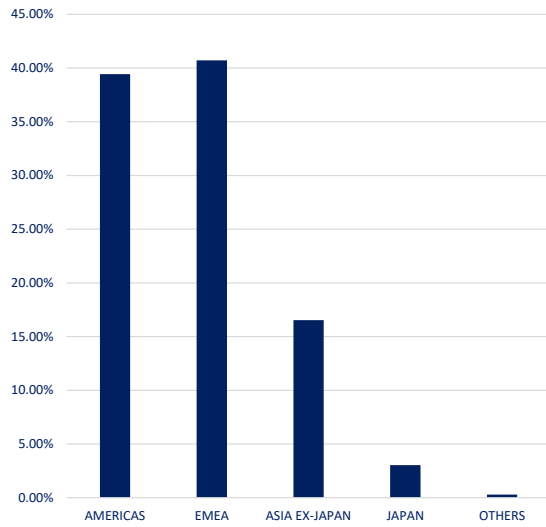
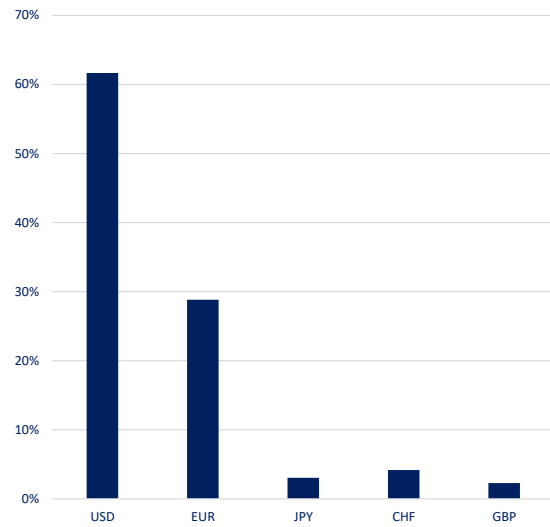
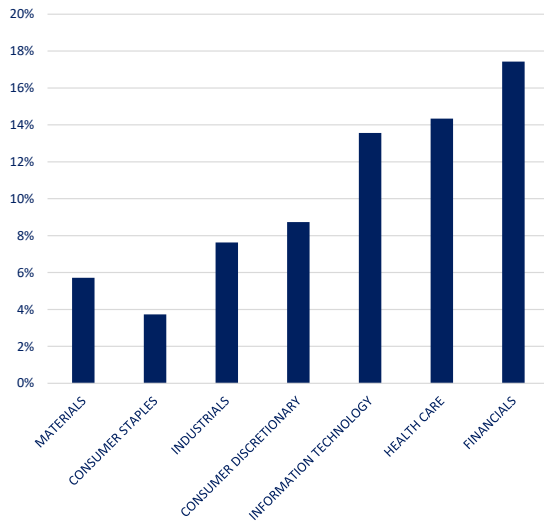
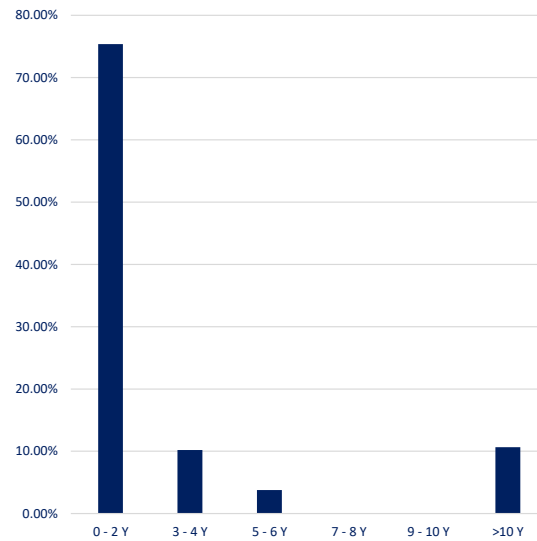
	2014	2015	2016	2017	2018	2019	2020	2021	YTD
A	14.17%	4.69%	0.50%	4.90%	-1.27%	12.13%	10.33%	5.17%	4.20%
B	14.85%	5.37%	1.20%	5.33%	-0.65%	12.72%	10.99%	5.80%	4.57%
C	5.59%	-1.58%	-2.11%	10.40%	-5.32%	10.73%	13.94%	1.55%	4.63%
H	9.85%	0.95%	-5.97%	-0.19%	-0.66%	-0.59%	6.56%	-9.03%	-1.26%

TOP 5 / BOTTOM 5 (ATTRIBUTION)

PALO ALTO 0.75% 2023	0.68%	QIAGEN 1% 2024	-0.08%
FORTIS CASHES Float 2049	0.26%	ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	-0.04%
ZUR ROSE 2.75% 2025	0.20%	POSEIDON/POSTAL SAVINGS 0% 2025	-0.03%
ON SEMICONDUCTOR 0.50% 2029	0.19%	SWISS RE 3.25% 2024	-0.03%
LIBERTY MEDIA 1.375% 2023	0.14%	BOSIDENG 1% 2024	-0.03%

MAIN HOLDINGS

TOP 10	CCY	MATURITY	PUT	%	DELTA	CURRENT YIELD
FORTIS CASHES Float 2049	EUR			4.68%	0.78%	4.93%
PALO ALTO 0.75% 2023	USD	01/07/2023		4.42%	100.00%	0.00%
SAFRAN 0.875% 2027	EUR	15/05/2027		4.35%	99.95%	0.63%
BANK OF AMERICA 7.25% PERP	USD			4.07%	0.00%	5.53%
ON SEMICONDUCTOR 0.50% 2029	USD	01/03/2029		3.78%	83.05%	0.44%
ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	EUR	05/02/2025		3.74%	58.01%	0.00%
QIAGEN 1% 2024	USD	13/11/2024		3.61%	75.87%	0.92%
GLENCORE FUNDING 0% 2025	USD	27/03/2025		3.60%	54.19%	0.00%
LIVE NATION 2% 2025	USD	15/02/2025		3.56%	58.23%	1.88%
POSEIDON/POSTAL SAVINGS 0% 2025	USD	01/02/2025		3.41%	68.62%	0.00%

GEOGRAPHICAL ALLOCATION

CURRENCY ALLOCATION

SECTOR ALLOCATION

MATURITY ALLOCATION

INFORMATIONS GENERALES

SHARE CLASS	ISIN	LAUNCH DATE	MAN. FEE	PERF. FEE	MIN. INVEST	CLASS SHARES	ASSETS	CUT-OFF
A	LU0442197868	03/08/2009	1.85%	15% ABOVE 3-MONTHS LIBOR EUR (HIGH WATER MARK)	€ 1,000	CAPITALISATION	EUR 28 MILLIONS	JOURNALIER 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 AND CCY HEDGE)	LU0944844058	01/07/2013	1.85%		€ 1,000			

DEPOSITARY BANK	VP Bank (Luxembourg) SA	MANAGEMENT COMPANY	Bellatrix Asset Management S.A. 31, bd Prince Henri L-1724 (+352) 26 25 66 20 info@bellatrix.lu
SUBSCRIPTIONS / REDEMPTION CENTRAL ADMIN / TRANSFER AGENT	VP Fund Solutions (Luxembourg) SA 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	ADVISOR	Harvest Advisory S.A.
		AUDITOR	KPMG Luxembourg Société
		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.