

INVESTMENT POLICY

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

For nearly a century, the month of September offers historically weak stock market returns, but September 2024 was another good month for the stock markets, the convertible bonds, and our fund. The monthly return of Harvest Investment Global Convertible A was +1.94% and B was 2.00%, with a delta of 43%.

This month's highlight was the huge rise in the Chinese region as China unveils new stimulus measures. The Hang Seng index began an upward trend on September 11, 2024, starting at 17,109 points and rising to 22,737 points by October 4, 2024, marking a 32.9 per cent gain in just 21 days. Also, the US Federal Reserve began a new easing cycle with a larger-than-expected cut. On the negative side were the conflicts in Ukraine and the Middle East escalation, despite growing calls to end hostilities.

In that context, convertible bonds as an asset class should be overweighted as it offers asymmetric return (or should according to what a convertible bond fund manager is looking for). For instance, for Harvest, we calculated that in a +20% stock market rise scenario we should return +10% while in a -20% decline one we should lose -6% offering 50% of the upside for 30% of the downside.

On the portfolio side, it doesn't come as a surprise that this month's best contributors to the performance were in our top 5; Bosideng 1% 2024, Anta Sports 0% 2025 and Xiaomi 0% 2027. Still, Bharti Airtel tops these positive contributors even though the market thinks that Indian market is suffering from the Chinese rebalancing. Let's enjoy the ride, but we do not forecast to add exposure as some skepticism emerges with regard to the scale of stimulus measures. We are not convinced this is a turning point but for sure not a point to get out of the Chinese market. Also, if we look at the convertible bond universe, the US region is richly valued and Asia Ex Japan and Europe still cheap. Also, 2 of our top10 holdings, Fortis Cashes 2049 and Bank of America 7.25% Preferred, are nice long term yield investments that should benefit from decreasing interest rates.

On the negative side, we have On Semiconductor 0.50% 2029 due to the EV's market problems and Rheinmetall 1.875% 2028 with a foreseeable end to the Ukraine Russia war (let's hope for peace even if it would transfigure into negative performance for the defense sector). Both companies are leaders in their activities, and we do not intend to reduce exposure at the moment.

Ultimately, with nearly 7% cash we stay able to catch any opportunity that would arise in the market or from our watch list.

NAV PER SHARE (CLASS A)



SUMMARY

	A	B
HEDGED	/	/
NAV/SHARE	169.02	164.05
YTD	8.30%	8.87%
MONTH	1.94%	2.00%
DELTA	42.56%	42.56%
VOLATILITY	5.09%	5.09%
MATURITY/DURATION	1.97	
AVERAGE DELTA	43%	
CURRENT YIELD	1.04%	
AVERAGE SPREAD	105	
CASH	6.98%	

Performance History

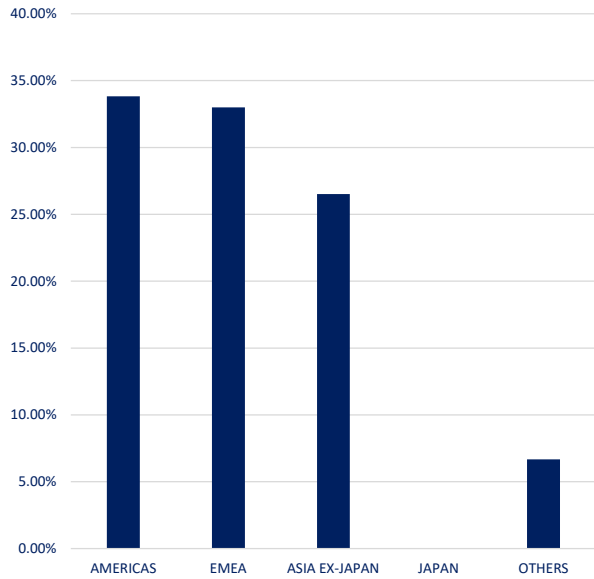
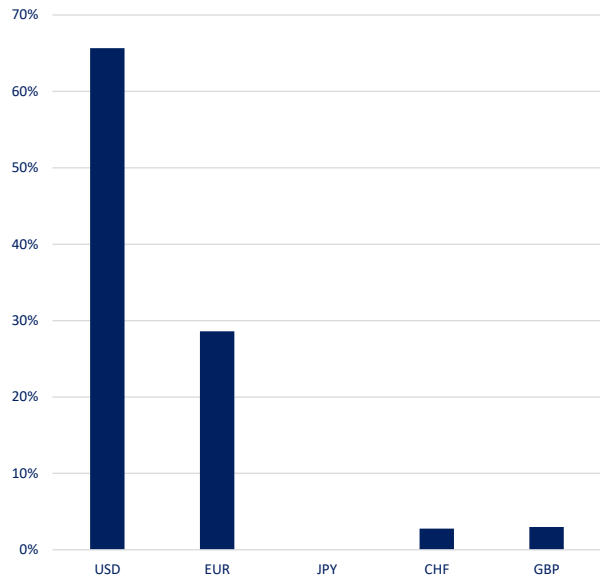
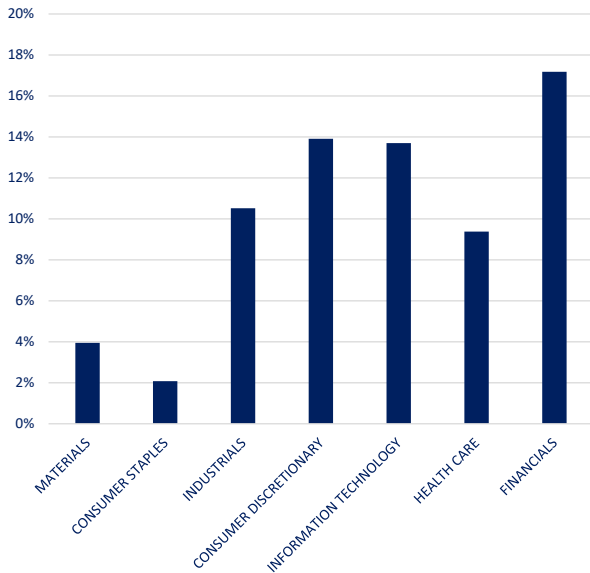
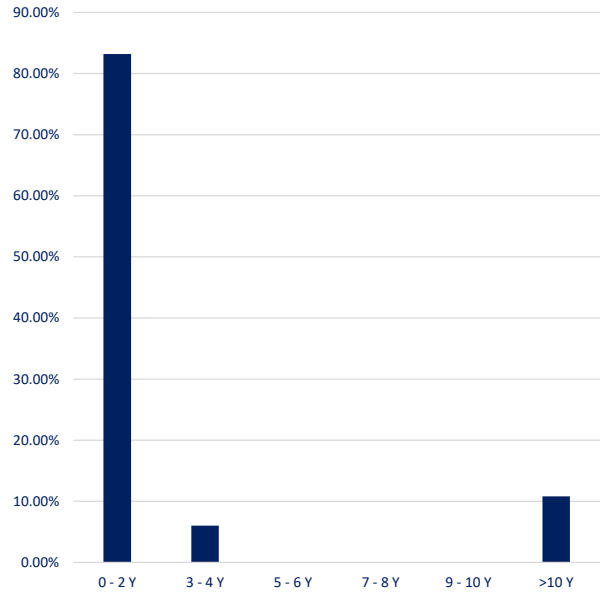
	2016	2017	2018	2019	2020	2021	2022	2023	YTD
A	0.50%	4.90%	-1.27%	12.13%	10.33%	5.17%	-19.24%	3.94%	8.30%
B	1.20%	5.33%	-0.65%	12.72%	10.99%	5.80%	-18.68%	4.66%	8.87%

TOP 5 / BOTTOM 5 (ATTRIBUTION)

BHARTI AIRTEL 1.50% 2025	0.41%	ON SEMICONDUCTOR 0.50% 01/03/29	-0.12%
BOSIDENG 1% 2024	0.34%	RHEINMETALL 1.875% 07/02/28	-0.10%
ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	0.32%	QIAGEN 1% 2024	-0.06%
XIAOMI 0% 2027	0.13%	KORIAN 0.875% 2027	-0.03%
GLENCORE 0% 2025	0.11%	BIGBEN/NACON 1.125% 2026	-0.02%

MAIN HOLDINGS

TOP 10	CCY	MATURITY	PUT	%	DELTA	CURRENT YIELD
FORTIS CASHES Float 2049	EUR			5.97%	5.16%	4.28%
BHARTI AIRTEL 1.50% 2025	USD	17/02/2025		5.38%	99.77%	0.53%
BANK OF AMERICA 7.25% PERP	USD			4.84%	0.00%	5.74%
ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	EUR	05/02/2025		4.50%	56.29%	0.00%
UBER 0% 15/12/2025	USD	15/12/2025		4.24%	55.68%	0.00%
LEG IMMO 0.875% 2025	EUR	01/09/2025		4.23%	32.78%	0.87%
LIVE NATION 2% 2025	USD	15/02/2025		4.15%	70.82%	1.85%
BARCLAYS 0% 2025	USD	04/02/2025		4.10%	100.00%	0.00%
POSEIDON/POSTAL SAVINGS 0% 2025	USD	01/02/2025		4.09%	46.91%	0.00%
GLENCORE 0% 2025	USD	27/03/2025		3.95%	37.86%	0.00%

GEOGRAPHICAL ALLOCATION

CURRENCY ALLOCATION

SECTOR ALLOCATION

MATURITY ALLOCATION

GENERAL INFORMATION

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)	€ 10,000.00	CAPITALISATION	EUR 23,25 MILLIONS	DAILY 12:00 AM
B (INSTITUTIONAL)	LU0518233621	12/07/2010	1.20%		€ 500,000.00			

DEPOSITARY BANK	VP Bank (Luxembourg) SA	MANAGEMENT COMPANY	Bellatrix Asset Management S.A. 31, bd Prince Henri L-1724 Luxembourg (+352) 26 25 66 20 info@bellatrix.lu
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FUND	HARVEST INVESTMENT FUND 2 Rue Edward Steichen L-2540 Luxembourg	ADVISOR	Harvest Advisory S.A.
		AUDITOR	KPMG Luxembourg
		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 key information document 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.