

**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**

In October, convertible bonds as an asset class delivered another positive return. The equity markets seemed a bit nervous with the 3rd quarter results being announced. Thus, even in line results may have induced sanctions on stocks. Macroeconomics may not be a stranger to that and may also play their part with US election coming soon. So far, it has been a disappointing earnings season in EU. Also, October ended with Microsoft results, that met analysts' expectations but still converted into a 5% decline in the stock. Time to overweight convertible bonds compared to equity and bonds. Effectively, globally, inflation has reduced, but is still strong in some places, so that markets revisited FED and ECB rates expectations' policies. That translated into the US 10 year rates rising from 3.78% end of September to 4.28% end of October.

On the convertible bond level, for 2 years, we noticed a nice overperformance of the Asia ex-Japan segment of the universe compared to the US. Also to be mentioned is that the US convertible bond universe is rich (prices are over mathematical model value). This implies a requirement for careful selection of convertible bonds in that region and to favor Europe but maybe especially Asia which stayed the cheapest region of the global convertible bond universe (source Jefferies). Still, all in all, global convertibles bonds returned over 8% year-to-date, which represents around 50% of MSCI World Equities return (source GSR Research) but with under 50% delta on average (40% delta for our fund as of end of October) which illustrated their good risk return performance year-to-date compared to equities. The asset class also outperformed the high yield bonds.

At the portfolio level, we have reduced our cash level to around 4% from nearly 8% at the end of September, concentrating on existing positions. The portfolio, with a delta of just over 40%, is invested into 31 companies. Top performers this month were Live Nation 2% 2025 (equity like convertible with a delta of nearly 100%), Fortis CASHES Float 2049 (yield long duration delta near 0%) and Snap 0.75% 2026 (yield short term). This month laggards were Anta Sports 0% 2025, Postal Savings 0% 2025 and Bharti Airtel 1.50% 2025. The first two are Chinese companies that gave back from superior September performance while Bharti Airtel is an Indian company which gave back some of its stellar year-to-date performance of over 50%.

**NAV PER SHARE (CLASS A)**



**SUMMARY**

	A	B
HEDGED	/	/
NAV/SHARE	169.51	164.63
YTD	8.61%	9.25%
MONTH	0.29%	0.35%
DELTA	40.64%	40.64%
VOLATILITY	5.31%	5.31%
MATURITY/DURATION	2.06	
AVERAGE DELTA	41%	
CURRENT YIELD	1.08%	
AVERAGE SPREAD	107	
CASH	3.80%	

**Performance History**

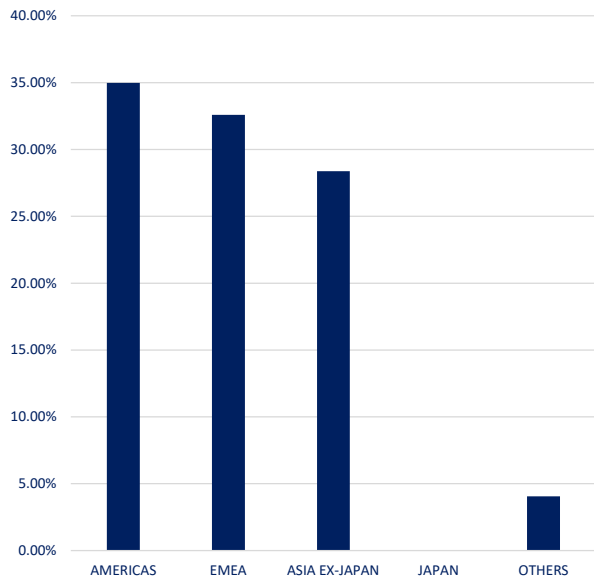
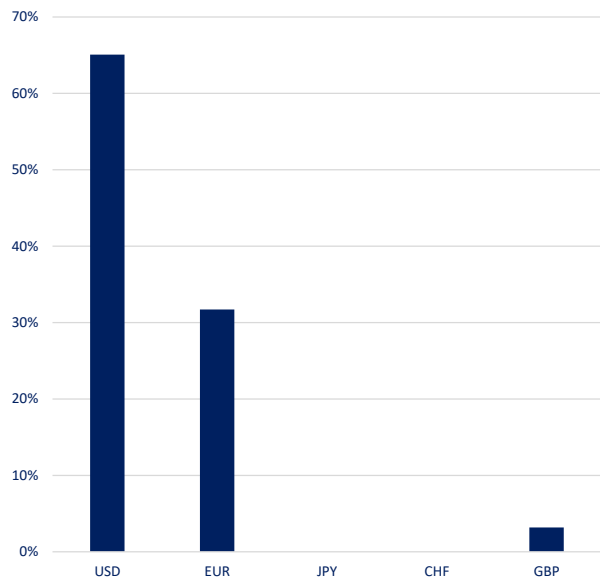
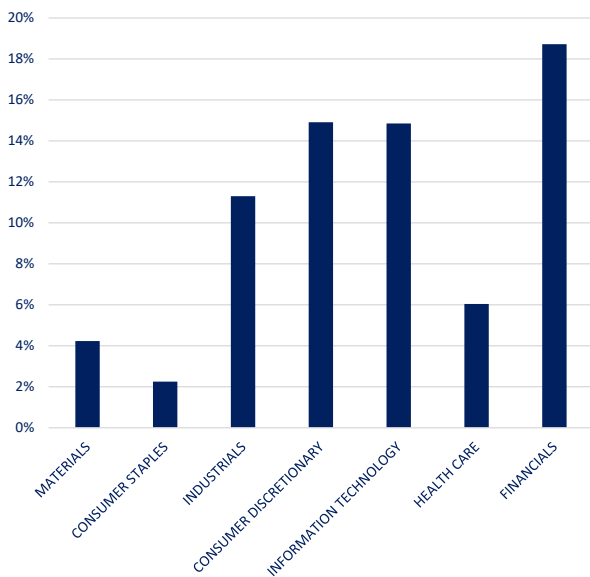
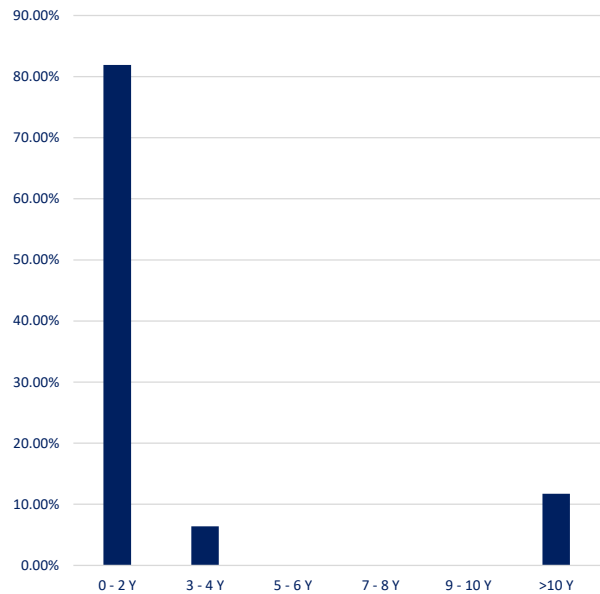
	2016	2017	2018	2019	2020	2021	2022	2023	YTD
<b>A</b>	0.50%	4.90%	-1.27%	12.13%	10.33%	5.17%	-19.24%	3.94%	8.61%
<b>B</b>	1.20%	5.33%	-0.65%	12.72%	10.99%	5.80%	-18.68%	4.66%	9.25%

**TOP 5 / BOTTOM 5 (ATTRIBUTION)**

LIVE NATION 2% 2025	0.15%	ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	-0.44%
FORTIS CASHES Float 2049	0.09%	POSEIDON/POSTAL SAVINGS 0% 2025	-0.30%
SNAP 0.75% 2026	0.05%	BHARTI AIRTEL 1.50% 2025	-0.18%
XIAOMI 0% 2027	0.04%	RHEINMETALL 1.875% 07/02/28	-0.16%
FIVERR INTERNATIONAL 0% 2025	0.01%	BANK OF AMERICA 7.25% PERP	-0.13%

**MAIN HOLDINGS**

TOP 10	CCY	MATURITY	PUT	%	DELTA	CURRENT YIELD
FORTIS CASHES Float 2049	EUR			6.53%	2.46%	4.16%
BHARTI AIRTEL 1.50% 2025	USD	17/02/2025		5.48%	99.83%	0.57%
BANK OF AMERICA 7.25% PERP	USD			5.19%	0.00%	5.82%
LIVE NATION 2% 2025	USD	15/02/2025		4.75%	85.80%	1.77%
ANLLIAN CAPITAL/ANTA SPORTS 0% 2025	EUR	05/02/2025		4.67%	34.45%	0.00%
UBER 0% 15/12/2025	USD	15/12/2025		4.58%	53.01%	0.00%
LEG IMMO 0.875% 2025	EUR	01/09/2025		4.51%	13.41%	0.89%
POSEIDON/POSTAL SAVINGS 0% 2025	USD	01/02/2025		4.49%	35.39%	0.00%
BARCLAYS 0% 2025	USD	04/02/2025		4.37%	100.00%	0.00%
GLENCORE 0% 2025	USD	27/03/2025		4.23%	19.58%	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 MILLIONS	DAILY 12:00 AM
B (INSTITUTIONAL)	LU0518233621	12/07/2010	1.20%		€ 500,000.00			

DEPOSITARY BANK	<b>VP Bank (Luxembourg) SA</b>	<b>MANAGEMENT COMPANY</b>	<b>Bellatrix Asset Management S.A.</b>
SUBSCRIPTIONS / REDEMPTIONS CENTRAL ADMIN / TRANSFERT AGENT	<b>VP Fund Solutions (Luxembourg) SA</b> FAX +352 404 770 283 TEL +352 404 770 260 FundClients-LUX@vpbank.com		31, bd Prince Henri L-1724 Luxembourg (+352) 26 25 66 20 info@bellatrix.lu
FUND	<b>HARVEST INVESTMENT FUND</b> 2 Rue Edward Steichen L-2540 Luxembourg	ADVISOR	<b>Harvest Advisory S.A.</b>
		AUDITOR	<b>KPMG Luxembourg</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 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.