

February 28, 2019

ODDO BHF European Convertibles Moderate


CI-CHF[H] - Chf | CONVERTIBLE BONDS - EUROZONE - EUROZONE

Assets Under Management	112 M€	Category Convertible Bond - Other Hedged
NAV per Unit	963.88CHF	Morningstar™
Evolution vs M-1	2.27CHF	


Countries in which the fund is authorised for distribution to the public:

FR IT CHE DEU NLD AUT PRT ESP BEL

Portfolio Managers
Olivier BECKER, Maxime DUPUIS
Key features
Benchmark: Exane ECI Eurozone

Recommended investment horizon: 2 years

Inception date of the fund: 9/14/00

Initial date of performance: 1/14/15

Legal structure	French FCP
ISIN code	FR0012243996
Bloomberg code	ODCICHH FP
Currency	Swiss Franc
Dividend policy	Accumulation units
Minimum (initial) investment	250000 CHF
Subscription fees	4 % (maximum)
Redemption fees	Nil
Management fees	0.65% TTC maximum Actif net.
Performance fees	N/A
Ongoing charges	0.90%
Management company	ODDO BHF AM SAS
Custodian	ODDO BHF SCA, France (Paris)
Administration and Accounting	EFA
Subscriptions/ redemptions	11:15am D
NAV calculation frequency	Daily

Technical and risk indicators*

	1 year	3 years
Tracking Error	0.86%	1.26%
Sharpe ratio	-0.85	-0.27
Information ratio	-1.18	-1.19

	Fund	Benchmark
Equity sensitivity	28	31
Modified duration	2.5	3.0
Average maturity (year)	3.3	3.5

Investment strategy

The Fund's objective is to outperform the benchmark index, the Exane ECI Euro Index, over a minimum investment horizon of two years.

Annual performance (rolling 12 months)

from		2/27/15	2/29/16	2/28/17	2/28/18
to		2/29/16	2/28/17	2/28/18	2/28/19
Fund		-5.5%	2.6%	-1.9%	-3.7%
Benchmark		-5.9%	5.0%	-0.6%	-2.7%

Past performance is not an indication of future results. Performance may vary over time.
Calendar performance (from january 01 to december 31)

		2016	2017	2018
Fund		-2.1%	-1.3%	-6.5%
Benchmark		-1.1%	0.0%	-5.2%

Performance Analysis

	Annualized performance			Cumulative performance					
	3 years	5 years	Inception	1 month	YTD	1 year	3 years	5 years	Inception
Fund	-1.03%		-0.89%	0.24%	2.38%	-3.67%	-3.05%		-3.61%
Benchmark	0.51%		0.06%	0.37%	2.63%	-2.70%	1.55%		0.26%

Change in performance since inception (base 100)

Annualized volatility

	1 year	3 years	5 years
Fund	4.69%	4.50%	
Benchmark	4.47%	4.78%	

 *Definitions of the financial indicators used are available for download on the website www.am.oddo-bhf.com under the heading "Regulatory information".

Sources : ODDO BHF AM SAS, Bloomberg, Morningstar®

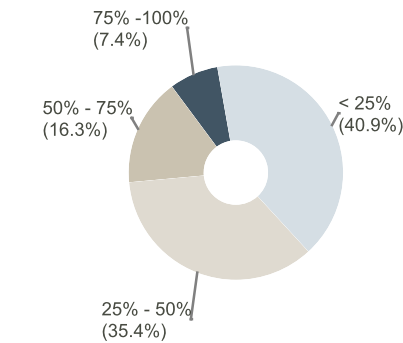
(1) Risk/return scale in a range from 1 (lowest risk) to 7 (highest risk). This indicator is not constant and is updated if the risk/reward profile of the fund changes over time. The lowest category does not mean a risk-free investment. Historical data, such as is used to calculate the risk/return ratio, may not be a reliable indication of the future risk profile of the Fund. There is no guarantee that the management objectives in terms of risk and return will actually be met.

ODDO BHF European Convertibles Moderate

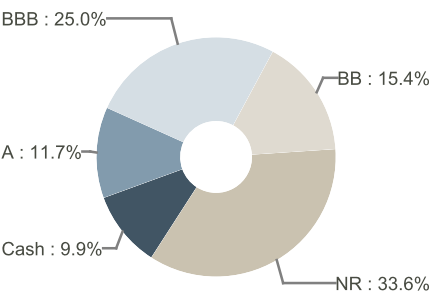


CI-CHF[H] - Chf | CONVERTIBLE BONDS - EUROZONE - EUROZONE

Breakdown by equity sensitivity



Breakdown by rating (excluding term deposits)

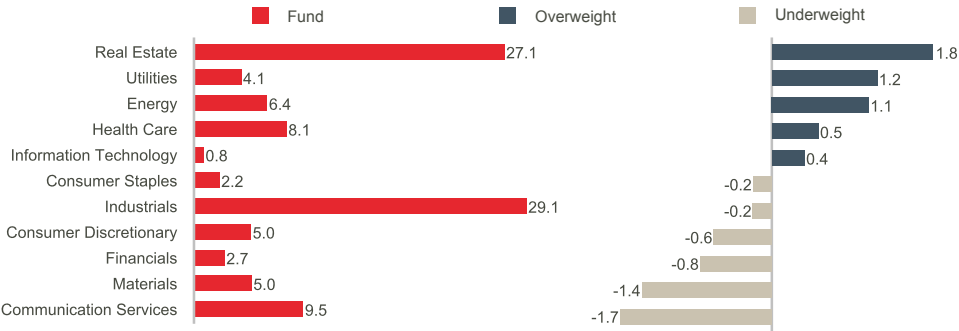


The breakdown takes into consideration the rating of the issuer or the guarantor in the case of unrated issues.

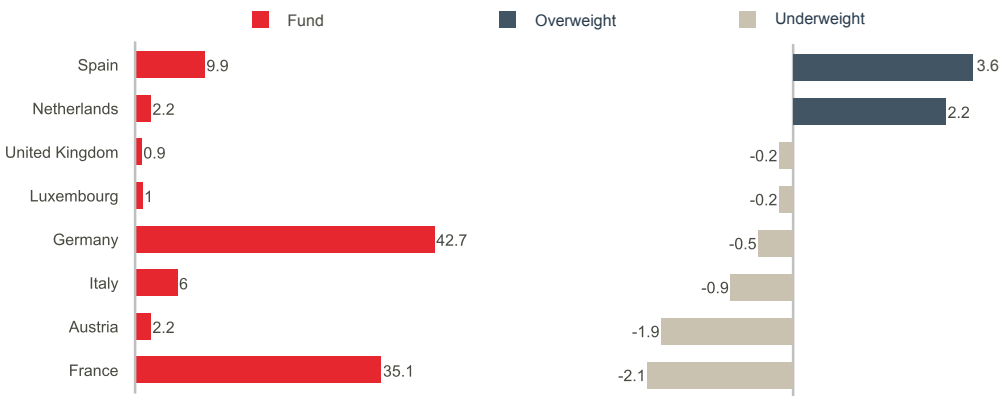
Portfolio manager comment

The equity market continued to recover this month (+3.9% in February and +10.4% YTD for the STOXX 600) while trade between the US and China began to normalise. In terms of macroeconomic data, the US once again published solid employment figures in January. In Germany, Q4 2018 GDP figures confirmed that the country had avoided a technical recession, unlike Italy. In February, the Euro Zone's composite PMI increased for the first time since August 2018 thanks to the services sector's contribution (from 51.2 to 52.3). The manufacturing sector index nevertheless continued to decline. Underlying inflation, meanwhile, remained stable at 1.1%. Against this backdrop, expectations surrounding Euro Zone monetary policy shifted, suggesting that a new round of TLTRO would be announced in the coming months. In terms of credit, the iTraxx Main tightened by 9 bps to 62 bps and the iTraxx Xover by 32 bps to 278 bps. As regards fixed income, core yield curves remained relatively stable. There were no new convertible bond issues during the month. Just like in January, cyclical sectors (construction, chemicals, technology) outperformed defensive sectors (utilities and telecoms in particular). The real estate sector turned in negative performance (after the strong rally noted in January). Finally, the earnings season saw 2018 figures that were broadly in line with expectations, but with cautious earnings guidance issued for 2019. Our fund underperformed slightly over the month, penalised by delta that was below that of the benchmark. It suffered in particular from its underweighting to the chemical (no investments in Symrise), luxury goods (Kering) and beverages (Rémy Cointreau) sectors, but also from its significant underweighting to Telecom Italia and Ingenico. On the other hand, it benefited from a certain number of bets that were absent from the benchmark, such as Michelin, Faurecia and Qiagen. At the same time, the lack of a position in ImmoFinanz and the underweighting to Ubisoft contributed positively to the fund's performance. On the secondary market, we opened a position in Grand City Properties. We also strengthened our lines in Eni and Dassault Aviation. Finally, we trimmed our exposure to Almirall and closed our position in Faurecia. Our fund maintains a cautious positioning for the coming weeks. Convertible bond prices continued to fall, with implied volatility of 29.5%.

Sector breakdown: portfolio vs benchmark (in % of equity sensitivity)(%)



Country breakdown :portfolio vs benchmark (in % of equity sensitivity)(%)



Top 10 bond & convertible holdings

Security name	Weight	Weight**	Sector	Country
Telecom Italia Spa 1.13% 03/2022	6.3%	7.8%	Communication Services	Italy
Deutsche Wohnen Ag 0.33% 07/2024	4.5%	3.5%	Real Estate	Germany
Airbus Se 0.00% 06/2021	4.5%	5.2%	Industrials	France
Iberdrola Intl Bv 0.00% 11/2022	4.1%	2.1%	Utilities	Spain
Safran Sa 0.00% 06/2023	3.6%	3.1%	Industrials	France
Cellnex Telecom Sa 1.50% 01/2026	3.4%	3.3%	Communication Services	Spain
Mtu Aero Engines Holding Ag 0.13% 05/2023	3.2%	3.2%	Industrials	Germany
Leg Immobilien Ag 0.88% 09/2025	3.2%	1.8%	Real Estate	Germany
Deutsche Wohnen Se 0.60% 01/2026	3.0%	3.4%	Real Estate	Germany
Deutsche Post Ag 0.05% 06/2025	2.7%	3.9%	Industrials	Germany
Number of holdings	50	* Fund	** Benchmark	
Weight of combined convertible bonds (3):			0.0%	
(3) This refers to ODDO BHF AM 's combined purchase of a traditional bond (or even cash) and an equity call option and not a structured product..				

Main portfolio derivatives

Product	Type	Exposure (%)
Put Euro Stoxx 50 (Eux) Apr19 P3050	Equity Option	-0.4%

The fund is exposed to the following risks : risk of capital loss, risk associated with holding small and medium capitalisations, interest rate risk, risk associated with convertible bonds, credit risk, risk associated with discretionary management, risk associated with high yield bonds, counterparty risk, liquidity risk of underlying assets, volatility risk, risk associated with commitments on forward financial instruments, to a limited extent, residual currency risk of 3%, emerging markets risk, equity risk.

This document has been drawn up by ODDO BHF ASSET MANAGEMENT SAS for market communication. Its communication to any investor is the responsibility of each promoter, distributor or advisor. Potential investors are invited to consult an investment advisor before subscribing to the fund regulated by the Autorité des Marchés Financiers (AMF) or by the Commission de surveillance des services financiers (CSSF). The investor is informed that the fund presents a risk of capital loss, but also many risks linked to the financial instruments/strategies in the portfolio. In case of subscription, investors must consult the Key Investor Information Document (KIID) and the fund's prospectus in order to acquaint themselves with the detailed nature of any risks incurred. The value of the investment may vary both upwards and downwards and may not be returned in full. The investment must be made in accordance with investors' investment objectives, their investment horizon and their capacity to deal with the risk arising from the transaction. ODDO BHF ASSET MANAGEMENT SAS cannot be held responsible for any direct or indirect damages resulting from the use of this document or the information contained in it. This information is provided for indicative purposes and may be modified at any moment without prior notice. Investors are reminded that past performance is not a reliable indication of future returns and is not constant over time. Performances are presented net of fees except the potential subscription fee charged by the distributor and the local taxes. Any opinions presented in this document result from our market forecasts on the publication date. They are subject to change according to market conditions and ODDO BHF ASSET MANAGEMENT SAS shall not in any case be held contractually liable for them. The net asset values presented in this document are provided for indicative purposes only. Only the net asset value marked on the transaction statement and the securities account statement is authoritative. Subscriptions and redemptions of mutual funds are processed at an unknown asset value. The Key Investor Information Document (DEU, ESP, FR, GB, IRL, NLD, POR) and the prospectus (DEU, FR, GB) are available free of charge from ODDO BHF ASSET MANAGEMENT SAS or at www.am.oddo-bhf.com or at authorized distributors. The annual and interim reports are available free of charge from ODDO BHF ASSET MANAGEMENT SAS or on its internet site www.am.oddo-bhf.com. The Fund's Full and Simplified Prospectuses for Switzerland, management regulations, and annual and semi-annual reports for Switzerland can be obtained free of charge from the Swiss Representative and paying agent, RBC INVESTOR SERVICES BANK, Esch-sur-Alzette, succursale de Zürich, Bleicherweg 7, 8027 Zürich.

ODDO BHF Asset Management SAS

Portfolio management company incorporated as a société par actions simplifiée (simplified joint -stock company), with capital of €7,500,000. Approved by the AMF under number GP 99011. Trade Register (RCS) 340 902 857 Paris. 12 boulevard de la Madeleine – 75440 Paris Cedex 09 France – Phone: 33 (0)1 44 51 85 00
www.am.oddo-bhf.com