

October 31, 2019



ODDO BHF European Convertibles Moderate

CI-EUR - Eur | CONVERTIBLE BONDS - EUROZONE - EUROZONE

Assets Under Management	89 M€	Morningstar category :
NAV per Unit	1,194.61€	Convertible Bond - Europe
Evolution vs M-1	-3.85€	



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, Christophe SANCHEZ

Key features

Benchmark: Exane ECI Eurozone
Recommended investment horizon: 2 Years
Inception date of the fund: 9/14/00
Initial date of performance: 8/16/12

Legal structure	French FCP
ISIN code	FR0011294586
Bloomberg code	ODDCONB FP
Currency	Euro
Dividend policy	Accumulation units
Minimum (initial) investment	250000 EUR
Subscription fees	4 % (maximum)
Redemption fees	Nil
Management fees	Maximum 0.65% of the net assets, inclusive of tax.
Performance fees	N/A
Ongoing charges	0.67%
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
Transaction fees	Transaction fees are listed in the prospectus and may be applied in addition to the fees shown above.

Technical and risk indicators*

	3 years	5 years
Tracking Error	1.13%	1.43%
Sharpe ratio	0.05	0.25
Information ratio	-0.73	-0.54

	Fund	Benchmark
Equity sensitivity	24	26
Modified duration	2.7	3.1
Average maturity (year)	3.6	4.0

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, while taking ESG criteria into account.

Annual performance (rolling 12 months)

from	10/31/14	10/30/15	10/31/16	10/31/17	10/31/18
to	10/30/15	10/31/16	10/31/17	10/31/18	10/31/19
Fund	9.2%	-4.8%	3.7%	-5.8%	2.5%
Benchmark	8.9%	-3.8%	4.8%	-5.2%	3.1%

Past performance is not an indication of future results. Performance may vary over time.

Calendar performance (from January 01 to December 31)

	2014	2015	2016	2017	2018
Fund	4.5%	5.0%	-1.7%	-0.9%	-6.1%
Benchmark	2.4%	5.1%	-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	0.04%	0.79%	2.50%	-0.32%	6.15%	2.49%	0.11%	4.01%	19.46%
Benchmark	0.80%	1.42%	3.06%	-0.20%	6.89%	3.10%	2.43%	7.32%	24.26%

Change in performance since inception (base 100)



Annualized volatility

	1 year	3 years	5 years
Fund	3.10%	4.24%	4.78%
Benchmark	3.43%	4.44%	5.32%

*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®

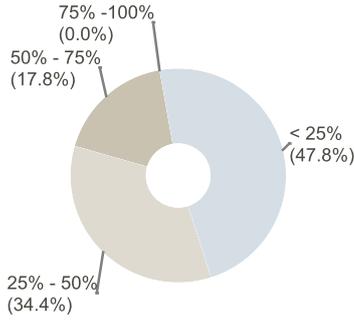
New benchmark index since 02/01/2014. Previous benchmark index : Exane ECI eurozone.

(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.

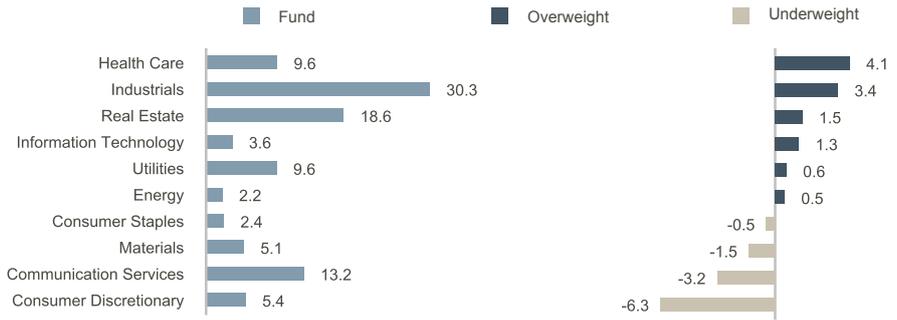


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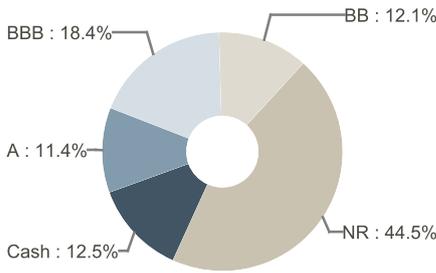
Breakdown by equity sensitivity



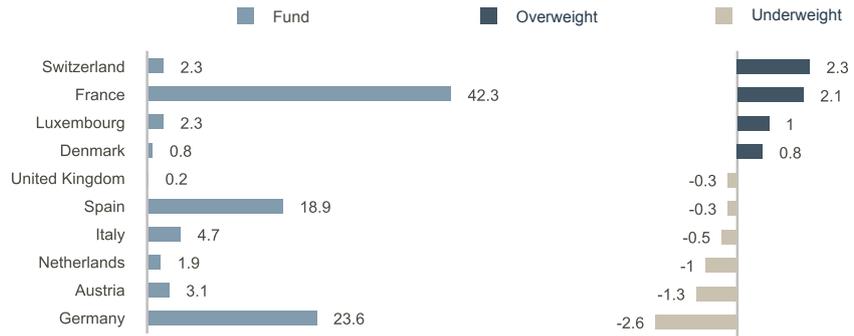
Sector breakdown: portfolio vs benchmark (in % of equity sensitivity)(%)



Breakdown by rating (excluding term deposits)



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

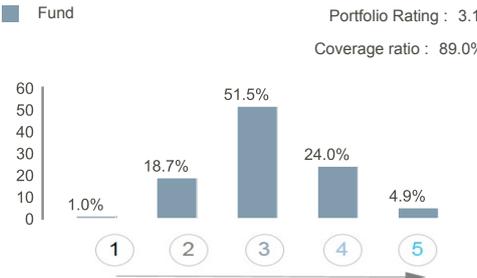


The breakdown takes into consideration the rating of the issuer or the guarantor in the case of unrated issues.

Portfolio manager comment

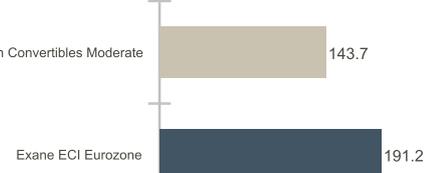
In mid-October, after months of trade tensions, Donald Trump announced that the US and China had reached a partial trade deal, postponing the planned increase in tariffs on USD 250 billion of Chinese imports. However, this "mini deal" is still only provisional. In Europe, the United Kingdom was granted an additional three-month extension to get the withdrawal agreement through parliament and called general elections for 12 December. Initial GDP growth figures for Q3 indicate stable (albeit moderate) growth in the US, France, Italy and the Euro Zone. Economic data in the Euro Zone continued to worsen, though, with the manufacturing PMI figures in October signalling the sector's second-largest contraction for seven years. In terms of monetary policy, the Fed lowered its rates by 25 bps in October, whereas the ECB maintained the status quo at Mario Draghi's last meeting at the helm of the ECB. The combined impact of hopes for an end to the trade war and a fairly good Q3 reporting season boosted the equity markets (+0.9% for the STOXX 600), with cyclical sectors (automotive, construction, industrials, technology) outperforming defensive sectors (consumer staples, health care) significantly. Conversely, bond yields spiked (+17 bps for US 10-year yields to 1.84%, +22 bps for German 10-year yields to -0.36%) as investors turned away from safe haven assets. On the credit market, the iTraxx Xover index widened by 7 bps to 240 bps over the month whereas the iTraxx Main tightened by 3 bps to 52 bps. A favourable equity market context and relative stability in terms of valuations, yields and credit saw the convertible bond market end the month just into the red (-0.2% for the benchmark). This disappointing monthly performance for the asset class can be attributed to a handful of idiosyncratic poor performances for issues such as Worldline 2026, Ubisoft 2024, Technip 2021 and Iberdrola 2022. The fund posted a very slight negative performance due to its overweight on the aerospace sector (Dassault Aviation, MTU, Safran) and underweight on the luxury goods and telecoms sectors (Cellnex). Conversely, a number of conviction plays based on company fundamentals paid off (large overweights on Sika, Soitec and BE Semiconductor Industries). On the primary market, Atos issued a bond exchangeable for shares of Worldline (EUR 500 million) but we chose not to participate. We also steered clear of Neoen (EUR 200 million) because of the implied subordination of the structure. On the secondary market, we took profits on MTU, Safran and Cellnex. We also reduced our exposure to Snam and ENI owing to the negative convexity of their profiles. Your fund maintains a cautious positioning for the coming weeks.

ESG Rating



In accordance with the update to our ESG integration policy published on 30 June 2017, the internal ESG rating scale now ranks the investment universe from 1 (High Risk) to 5 (Strong Opportunity) in ascending order.

Carbon Intensity (tCO2e/ mil EUR)



Top 10 bond & convertible holdings

Security name	Weight†	Weight**	Sector	Country
Telecom Italia Spa 1.13% 03/2022	8.4%	8.0%	Communication Services	Italy
Cellnex Telecom Sa 1.50% 01/2026	3.9%	4.3%	Communication Services	Spain
Deutsche Post Ag 0.05% 06/2025	3.6%	4.0%	Industrials	Germany
Airbus Se 0.00% 06/2021	3.4%	2.6%	Industrials	France
Deutsche Wohnen Se 0.60% 01/2026	3.4%	3.3%	Real Estate	Germany

Number of holdings: 45 * 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..

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

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ODDO BHF Asset Management SAS

Portfolio management company incorporated as a société par actions simplifiée (simplified joint-stock company), with capital of €9,500,000. 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

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