

Website disclosures

PRODUCT NAME : ODDO BHF Global Credit Short Duration

ODDO BHF Global Credit Short Duration (“Sub-Fund” or “Fund”) is a Sub-Fund of SICAV ODDO BHF (“SICAV”).

LEGAL ENTITY IDENTIFIER : 5493006BC8COASXXQY52

SUMMARY

Does this financial product have a sustainable investment objective?

●● <input type="checkbox"/> Yes	●● <input checked="" type="checkbox"/> No
<input type="checkbox"/> It promotes Environmental/Social (E/S) characteristics and while it does not have as its objective a sustainable investment, it will have a minimum proportion of sustainable investments <input type="checkbox"/> It will make a minimum of sustainable investments with an environmental objective : N/A <ul style="list-style-type: none"> <input type="checkbox"/> in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> It will make a minimum of sustainable investments with a social objective : N/A	<input checked="" type="checkbox"/> It promotes Environmental/Social (E/S) characteristics and while it does not have as its objective a sustainable investment, it will have a minimum proportion of sustainable investments <input checked="" type="checkbox"/> with an environmental objective in economic activities that qualify as environmentally sustainable under the EU Taxonomy <input checked="" type="checkbox"/> with an environmental objective in economic activities that do not qualify as environmentally sustainable under the EU Taxonomy <input type="checkbox"/> with a social objective <input type="checkbox"/> It promotes E/S characteristics, but will not make any sustainable investments

Summary

The sub-fund’s investment strategy is to manage a diversified portfolio of debt securities with a rating of at least B3 or B- assigned by an internationally recognized rating service such as Moody’s or S&P (or deemed equivalent by the Investment Manager or using the Investment Manager’s internal rating). The Investment Manager does not use the ratings issued by ratings agencies automatically or in isolation, as it also applies its own internal analysis. The Sub-Fund will not actively invest in distressed securities. The average minimum rating of the portfolio will be B2/B. The number of securities in the portfolio can vary in between 100 and 300 global bonds. This includes issuers from emerging markets countries who are not members of the OECD. At least 75% of the debt securities will have a remaining maturity of no more than 5 years.

As part of our sustainable investment strategy, the Sub-fund is an Article 8 fund under the SFDR1. It promotes environmental and social characteristics. The current and future sustainability activities of issuers are analyzed, and sustainability opportunities and risks integrated into investment decisions; the significant negative impact of investment decisions on sustainability factors are also taken into account. The investment process is based on ESG integration, ESG ratings, normative and sector exclusions (including UN Global Compact, controversial weapons), and positive selection.

SUSTAINABLE INVESTMENT OBJECTIVE

While the fund has no sustainable investment objective, a minimum of 2 % of the Sub-Fund’s net asset value is invested in sustainable investments.

¹ Regulation (EU) 2019/2088 on sustainability-related disclosure requirements in the financial services sector.

ENVIRONMENTAL OR SOCIAL CHARACTERISTICS OF THE FINANCIAL PRODUCT

The Sub-Fund promotes environmental and/or social characteristics that are reflected in the Management Company's external ESG rating system. ESG criteria are taken into consideration through an approach which can be broken down into two stages:

I. First stage: exclusions: The Sub-Fund applies the common exclusion framework as detailed in the Management Company's exclusion policy, which is available at am.oddo-bhf.com. This framework covers coal, oil and non-conventional weapons, in particular. In addition, the Sub-Fund excludes production of adult entertainment from all investments.

II. Second stage: ESG rating: This stage involves taking into account the ESG rating of the companies in the investment universe. To that end, the management team uses non-financial data and ratings provided by an external data provider, MSCI ESG Research. Additional ESG assessments from the Management Company's research team or from a third party may also be used, particularly in the event that an issuer has not been rated by MSCI.

This ESG scoring system impacts the portfolio structure by limiting exposure to issuers exhibiting lower ESG scores and to ensure a certain overall ESG quality level of the portfolio. The management team takes into account the weighting of securities held in the portfolio when calculating the portfolio average. In the event of an ESG rating downgrade or a change in the ESG rating methodology affecting the average portfolio rating, the return to an average rating that is equal to or higher than that of the benchmark will be achieved by taking into account the interests of unitholders and market conditions. The Management Company pledges that at least 75% of the issuers in the portfolio shall have an ESG rating (taking the weighting of each share into account).

INVESTMENT STRATEGY

The Sub-Fund is actively managed and references a benchmark, €STR plus 1.5% (capitalized) (the "Benchmark"), by seeking to outperform it and for performance fee calculation purposes. The approach is based on two successive stages. ESG (Environment, Social and Governance) criteria are a complement to the credit analysis and are fully integrated into the investment process. The approach is based on two successive stages.

- First stage: Exclusion The Sub-Fund applies the common exclusion framework as detailed in the Management Company's exclusion policy, which is available at am.oddo-bhf.com. This framework covers coal, oil and nonconventional weapons, in particular. In addition, the Sub-Fund excludes production of adult entertainment from all investments.

- Second stage: ESG rating This stage involves taking into account the ESG rating of the companies in the investment universe. To that end, the management team uses non-financial data and ratings provided by an external data provider, MSCI ESG Research. Additional ESG assessments from the Management Company's research team or from a third party may also be used, particularly in the event that an issuer has not been rated by MSCI.

The management team takes into account the weighting of securities held in the portfolio when calculating the portfolio average. In the event of an ESG rating downgrade or a change in the ESG rating methodology affecting the average portfolio rating, the return to an average rating that is equal to or higher than that of the benchmark will be achieved by taking into account the interests of unitholders and market conditions. The Management Company pledges that at least 75% of the issuers in the portfolio shall have an ESG rating (taking the weighting of each share into account). Therefore, at least 75% of the issuers in the portfolio have an ESG rating after taking into account the weighting of each security. This ESG scoring system impacts the portfolio structure by limiting exposure to issuers exhibiting lower ESG scores and to ensure a certain overall ESG quality level of the portfolio. In particular, the weighted average ESG rating of the portfolio shall be above of the ESG weighted average of the investment universe, defined as the following index: ICE BofA 3-5 Year BB-B Global High Yield Non-Financial Constrained Index; HWXE, pursuant to the MSCI ESG Research. The management team may invest in debt securities from outside the investment universe. The investment universe is only a relevant comparison element for the ESG rating of the portfolio.

PROPORTION OF INVESTMENTS

At least 75 % of the Sub-Fund's net asset value is aligned with environmental and/or social characteristics. The Sub-Fund may also hold up to 25 % in "Other", as defined below, which includes the remaining investments of the financial product which are neither aligned with the environmental or social characteristics, nor are qualified as sustainable investments.

A minimum of 2 % of the Sub-Fund's net asset value is invested in sustainable investments. The Sub-Fund may also hold assets that are aligned with environmental and/or social characteristics that do not qualify as sustainable investments.

The Fund has 0,2% of the net assets - weighted by the proportion of revenue aligned with the taxonomy for each issuer - invested in activities aligned with the taxonomy. A minimum of 1,8% of the Fund's net assets are invested in other environmental investments and the Fund may hold social investment without minimum.

MONITORING OF ENVIRONMENTAL OR SOCIAL CHARACTERISTICS

The controlling teams of the Manager are responsible for the internal control all the binding elements of the Funds, and this includes the environmental or social characteristics of the Fund that translate into binding elements. The portfolio managers are monitoring the environmental and/or social characteristics of the Fund on a regular basis.

METHODOLOGIES FOR ENVIRONMENTAL OR SOCIAL CHARACTERISTICS

The methodologies to promote the social and/or environmental characteristics of the Fund are based on MSCI ESG research.

The MSCI ESG Research is designed to measure a company's resilience to long-term, industry material environmental, social and governance risks. MSCI ESG Research rules-based methodology to identify industry leaders and laggards according to their exposure to ESG risks and how well they manage those risks relative to peers. The ESG Ratings range from leader (AAA, AA), average (A, BBB, BB) to laggard (B, CCC). MSCI ESG Ratings model identifies the ESG risks (key issues) that are most material. The investment universe of the fund is restricted to companies with a MSCI ESG Score of BB or better.

The MSCI ESG Ratings model measures both of these:

Risk exposure

Risk management.

The Risk Exposure Score and Risk Management Score are combined such that a higher level of exposure requires a higher level of demonstrated management capability in order to achieve the same overall Key Issue Score. Key Issue scores are on a 0-10 scale, where 0 is very poor and 10 is very good.

DATA SOURCES AND PROCESSING' FOR FINANCIAL PRODUCTS THAT PROMOTE ENVIRONMENTAL OR SOCIAL CHARACTERISTICS

The Manager ensures the data quality and consistency by having a regular dialog with its data provider MSCI in order to correct potential errors, make recommendations on potential improvements, and provide feedbacks to clients' consultations. Data are processed through data imports into the Manager's IT systems and directly through the MSCI ESG Research platform. The data used to meet the environmental or social characteristics may be based on both reported and estimated data for the MSCI Business Involvement screens while MSCI ESG Score and MSCI ESG Controversies may use to some extent estimated data.

LIMITATIONS TO METHODOLOGIES AND DATA

All rights in the data and reports provided by third-party licensors vest in such licensors and/or their content providers. None of such licensors or their affiliates, or their content providers, accept any liability for any errors, omissions or interruptions in such data/reports as to completeness, accuracy or timeliness. No copying or further distribution of such data/reports is permitted without such third-party licensors' express written consent. The Manager is regularly in contact with its data providers to ensure the quality and reliability of the data used.

DUE DILIGENCE

The due diligence is led by the portfolio managers through a detailed fundamental analysis complemented by external ESG ratings to ensure the mitigation of risks.

ENGAGEMENT POLICIES

The engagement policies of the Manager are available here: https://am.oddo-bhf.com/france/fr/investisseur_professionnel/home

DESIGNATED REFERENCE BENCHMARK

This Fund has no benchmark index.