



ODDO BHF EUROPEAN CONVERTIBLES



SUSTAINABLE INVESTMENT FULL REPORT

Unit CI-EUR | CONVERTIBLE BONDS - EUROPE CORE

As of 3/31/21

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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, emerging markets risk, risks associated with securities financing transactions and collateral management, volatility risk and on an ancillary basis equity risk, currency risk

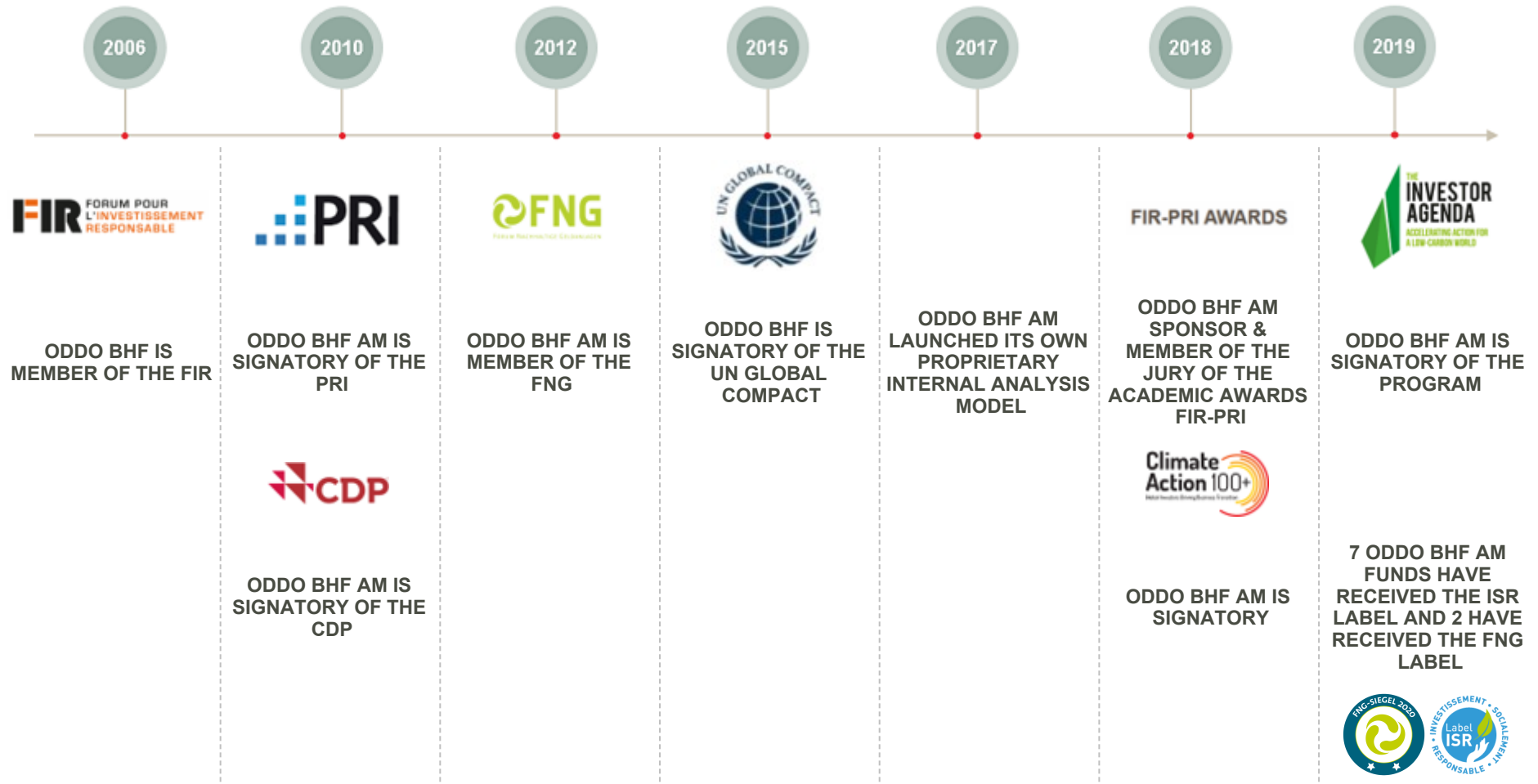
Countries in which the fund is authorised for distribution to the public:

Austria, France, Germany, Italy, Netherlands, Spain, Switzerland



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ODDO BHF Asset Management - committed since 2006



Source: ODDO BHF AM SAS

Fund profile



Assets Under Management **51 M€** Morningstar™ Category:
 NAV per Unit **144.05€** Convertible Bond - Europe
 Evolution vs M-1 **0.97€** ★★ Rating at 2/28/21
 Rating at 1/31/21

ESG
 Rating
 3.3

1 2 3 **4** 5 6 7
 Risk/return scale (1)

Investment strategy	Key features	Available share classes																																								
<p>The Fund's objective is to outperform the benchmark index, the Exane ECI Euro Index, over a minimum investment horizon of three years.</p> <p>Benchmark : Exane ECI Eurozone Recommended investment horizon: 3 Years Inception date (1st NAV): 4/12/06 Inception date of the fund: 4/12/06 End of Fiscal year 6/30/21</p> <p>Portfolio Managers Olivier BECKER, Christophe SANCHEZ</p>	<table border="1"> <tr><td>Legal structure</td><td>French FCP</td></tr> <tr><td>ISIN code</td><td>FR0010301473</td></tr> <tr><td>Bloomberg code</td><td>CYLCVSB FP</td></tr> <tr><td>Currency</td><td>Euro</td></tr> <tr><td>Dividend policy</td><td>Accumulation unit</td></tr> <tr><td>Minimum (initial) investment</td><td>250000 EUR</td></tr> <tr><td>Later minimal subscription</td><td>1 thousandth of a unit</td></tr> <tr><td>Management company</td><td>ODDO BHF AM SAS</td></tr> <tr><td>Custodian</td><td>ODDO BHF SCA, France (Paris)</td></tr> <tr><td>Administration and Accounting</td><td>EFA</td></tr> <tr><td>Subscriptions/ redemptions</td><td>11:15am D</td></tr> <tr><td>NAV calculation frequency</td><td>Daily</td></tr> <tr><td>Country of domicile</td><td>France</td></tr> </table> <table border="1"> <tr><th colspan="2">Fees</th></tr> <tr><td>Management fees</td><td>Maximum 1% of the net assets, inclusive of tax.</td></tr> <tr><td>Performance fees</td><td>N/A</td></tr> <tr><td>Subscription fees</td><td>4 % (maximum)</td></tr> <tr><td>Redemption fees</td><td>Nil</td></tr> <tr><td>Ongoing charges</td><td>1 %</td></tr> <tr><td>Transaction fees received by the Management Company</td><td>Transaction fees are listed in the prospectus and may be applied in addition to the fees shown above.</td></tr> </table>	Legal structure	French FCP	ISIN code	FR0010301473	Bloomberg code	CYLCVSB FP	Currency	Euro	Dividend policy	Accumulation unit	Minimum (initial) investment	250000 EUR	Later minimal subscription	1 thousandth of a unit	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	Country of domicile	France	Fees		Management fees	Maximum 1% of the net assets, inclusive of tax.	Performance fees	N/A	Subscription fees	4 % (maximum)	Redemption fees	Nil	Ongoing charges	1 %	Transaction fees received by the Management Company	Transaction fees are listed in the prospectus and may be applied in addition to the fees shown above.	<p>CI-EUR-FR0010301473 CN-EUR-FR0013294790 CR-EUR-FR0010297564 GC-EUR-FR0011605500</p> <p>Information on other units is presented at the end of the document.</p>
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Sustainalytics provides company-level analysis used in the calculation of Morningstar's Sustainability Score.

(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.



1. Exclusions

- Norm-based: exclusion of companies that do not comply with certain international standards.
- Sector-based: total or partial exclusion of sectors or activities based on ethical considerations.

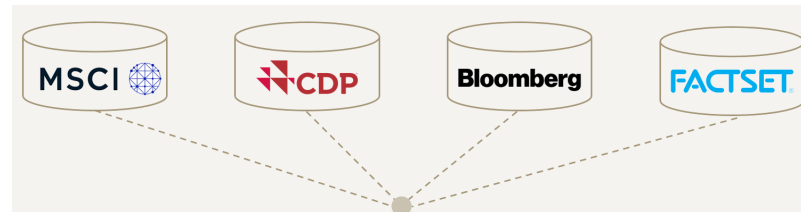
2. ESG ratings

- Internal model based on a « Best-in-Universe » approach: a bottom-up, stock-picking approach that favors top-rated companies in the entire investment universe.

3. Dialogue and engagement

- Systematic dialogue with low-ESG rated issuer (1/5)
- Divestment if no positive result within 18 to 24 months

ESG rating methodology



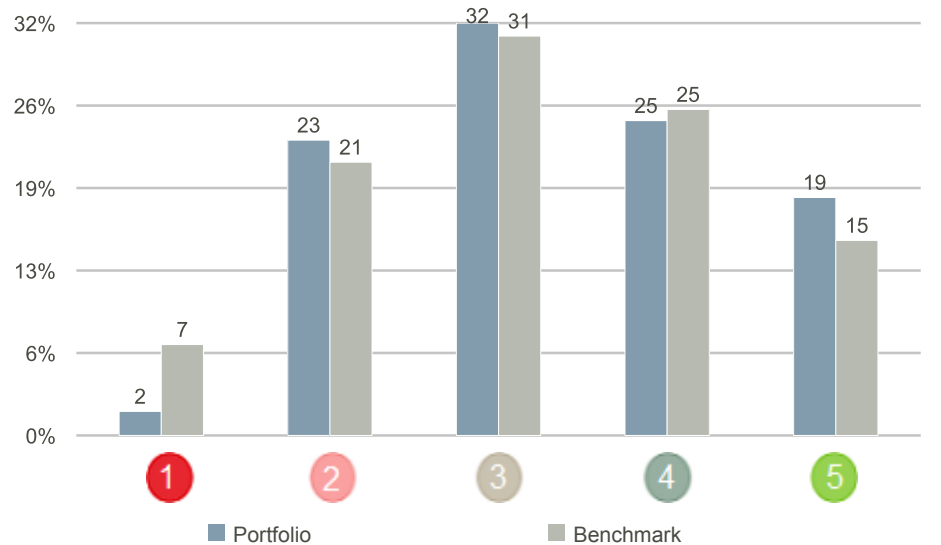
Environment	Social	Governance
<ul style="list-style-type: none"> • Environment Management System • Environmental opportunities • Environmental risks 	<ul style="list-style-type: none"> • Regulation • Licence to operate / Reputation • Human capital (30%) • Social ecosystem 	<ul style="list-style-type: none"> • Sustainable development strategy • Corporate governance (25%) • Business ethics
10 to 30%	40 to 50%	30 to 45%
Final rating out of 100		
Internal ESG rating scale measuring the "execution risk"		
High risk... ...Strong opportunity		

ESG* consolidated indicators

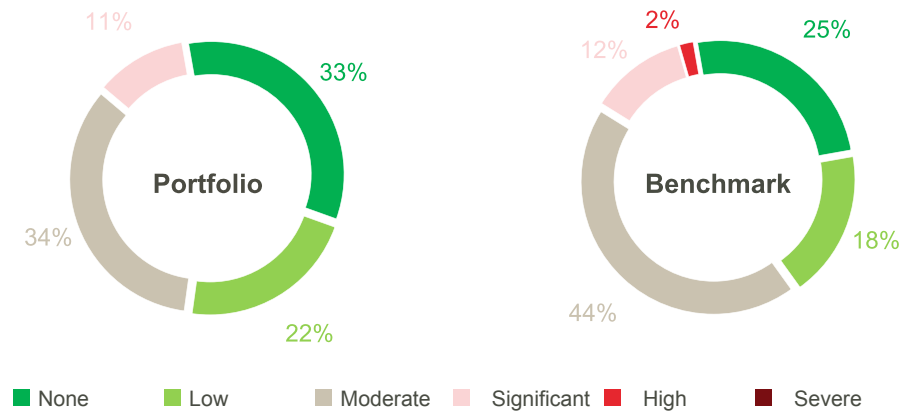


	Portfolio		Benchmark	
	March 2021	March 2020	March 2021	March 2020
ESG rank	3.3	3.4	3.2	3.4
ESG coverage**	95.7%	95.4%	96.2%	96.7%

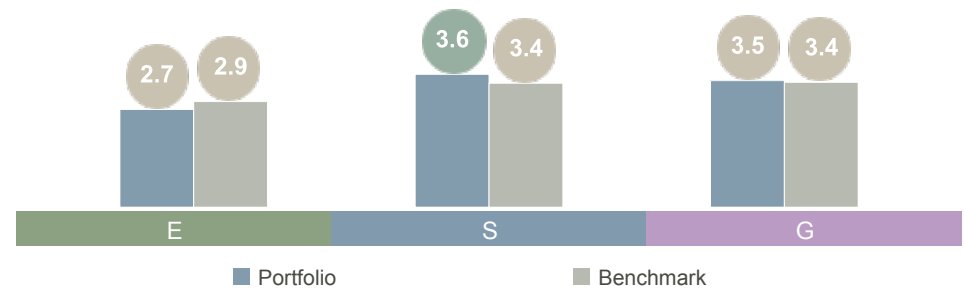
ESG rank breakdown** (%)



Controversy exposure breakdown*** (%)



Weighted average E,S and G rank*



	Portfolio		Benchmark	
	March 2021	March 2020	March 2021	March 2020
Human capital	3.5	3.5	3.6	3.4
Corporate Governance	3.6	3.3	3.7	3.2

Benchmark : Exane ECI Eurozone

*ESG: Environmental, Social, Governance

** : rebased on the rated part of the fund | 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.

***Controversies levels are explained in the glossary page 15

The ESG approach consists in selecting companies with the best environmental, social and governance policies by favouring the best-rated issuers within an investment universe in terms of non-financial criteria (Best in Universe) and/or issuers showing an improvement in their ESG practices over time (Best Effort).

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

The comparison indices eventually featured in this report are provided for information purposes only.

Portfolio composition



Main portfolio holdings				
	Sector	Country	Weight in the portfolio (%)	ESG rank*
SAFRAN SA	Industrials	France	6.83	3
DEUTSCHE WOHNEN SE	Real Estate	Germany	6.45	3
CELLNEX TELECOM SA	Telecoms	Spain	6.35	4
ZALANDO SE	C. Discretionary	Germany	4.68	3
IBERDROLA INTL BV	Utilities	Spain	4.64	4
ARCHER OBLIGATIONS	C. Discretionary	France	4.44	3
ELECTRICITE DE FRANCE SA	Utilities	France	4.03	2
ATOS SE	IT	France	3.82	5
TAKEAWAY.COM HOLDING BV	C. Discretionary	Netherlands	3.72	2
LEG IMMOBILIEN AG	Real Estate	Germany	3.46	2

Sector breakdown and ESG ranks							
Sector	Weight %	Average ESG rank*	1	2	3	4	5
IT	17.5%	4.0	-	13.1%	-	49.7%	37.1%
C. Discretionary	17.4%	2.6	10.8%	23.3%	53.5%	6.5%	6.0%
Real Estate	17.2%	2.8	-	39.0%	45.7%	-	15.3%
Industrials	12.3%	3.4	-	-	88.3%	9.5%	2.2%
Utilities	9.4%	3.0	-	46.5%	-	53.5%	-
Health Care	9.3%	2.8	-	43.3%	34.6%	-	22.1%
Telecoms	9.3%	3.0	-	16.3%	9.2%	74.5%	-
Materials	7.6%	4.8	-	-	-	20.5%	79.5%

* : rebased on the rated part of the fund | 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.

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TOP 10 ESG rank



	Sector	Country	Weight in the portfolio (%)	Weight in the benchmark (%)	ESG rank*
ATOS SE	IT	France	3.82	1.44	5
SIKA AG	Materials	Switzerland	3.10	-	5
RAG-STIFTUNG	Materials	Germany	2.45	2.99	5
NEXITY SA	Real Estate	France	2.42	-	5
AMADEUS IT GROUP SA	IT	Spain	2.18	2.83	5
GN STORE NORD A/S	Health Care	Denmark	1.89	-	5
ADIDAS AG	C. Discretionary	Germany	0.96	1.66	5
SCHNEIDER ELECTRIC SE	Industrials	France	0.25	1.93	5
CELLNEX TELECOM SA	Telecoms	Spain	6.35	1.79	4
IBERDROLA INTL BV	Utilities	Spain	4.64	2.50	4
Subtotal top 10	-	-	28.03	15.15	-

*ESG rank at the end of the period: 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. The comparison indices eventually featured in this report are provided for information purposes only.

BOTTOM 10 ESG rank



	Sector	Country	Weight in the portfolio (%)	Weight in the benchmark (%)	ESG rank*
DELIVERY HERO AG	C. Discretionary	Germany	1.72	2.63	1
ELECTRICITE DE FRANCE SA	Utilities	France	4.03	4.08	2
TAKEAWAY.COM HOLDING BV	C. Discretionary	Netherlands	3.72	3.30	2
LEG IMMOBILIEN AG	Real Estate	Germany	3.46	1.28	2
SOITEC	IT	France	2.12	1.09	2
KORIAN SA	Health Care	France	1.71	0.99	2
UBISOFT ENTERTAINMENT SA	Telecoms	France	1.39	1.40	2
TAG IMMOBILIEN AG	Real Estate	Germany	1.37	1.28	2
CA IMMOBILIEN ANLAGEN AG	Real Estate	Austria	1.34	-	2
QIAGEN NV	Health Care	Netherlands	1.23	-	2
Subtotal bottom 10	-	-	22.11	16.05	-

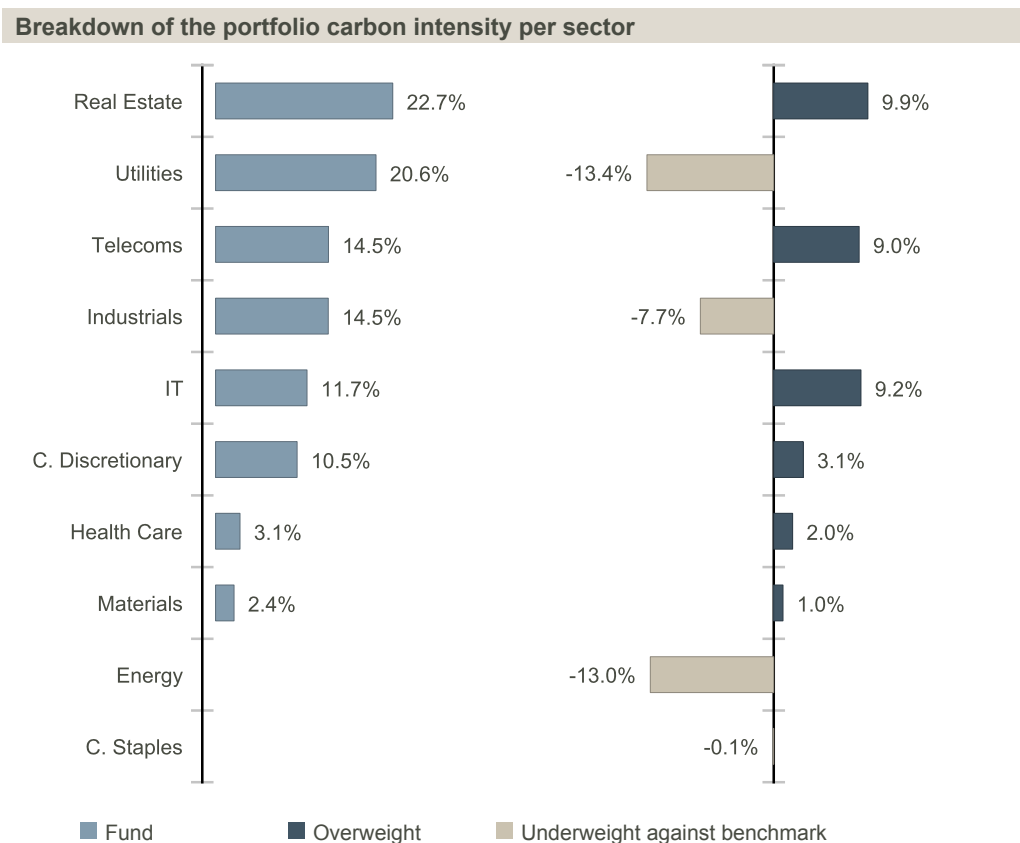
*ESG rank at the end of the period: In accordance with the update to our ESG integration policy published on 30 June 2017, the internal ESG rating scale now ranks the investment universe from 1 (High Risk) to 5. The comparison indices eventually featured in this report are provided for information purposes only.

Carbon intensity (Scope 1 + 2)



Weighted carbon intensity (tCO2e / €m turnover)				
	Portfolio		Benchmark	
	March 2021	March 2020	March 2021	March 2020
Weighted carbon intensity	91.0	68.5	122.8	113.2
Coverage ratio	81.7%	81.4%	75.4%	71.0%

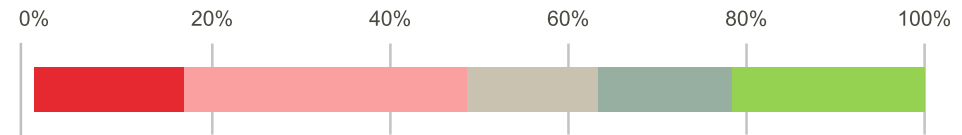
Worst 10 contributors to the portfolio carbon intensity			
	Sector	Weighted carbon intensity*	Weight in the portfolio (%)
ÉLECTRICITÉ DE FRANCE SA	Utilities	18.7	4.0%
CELLNEX TELECOM SA	Telecoms	12.6	6.3%
DEUTSCHE WOHNEN SE	Real Estate	10.4	6.5%
ACCOR SA	C. Discretionary	8.5	1.7%
LEG IMMOBILIEN AG	Real Estate	7.3	3.5%
DEUTSCHE LUFTHANSA AG	Industrials	6.8	0.7%
STMICROELECTRONICS NV	IT	5.1	3.1%
SOITEC SA	IT	4.7	2.1%
ELIS SA	Industrials	2.5	1.3%
SAFRAN SA	Industrials	2.4	6.8%
Total worst 10		79.0	36.0%



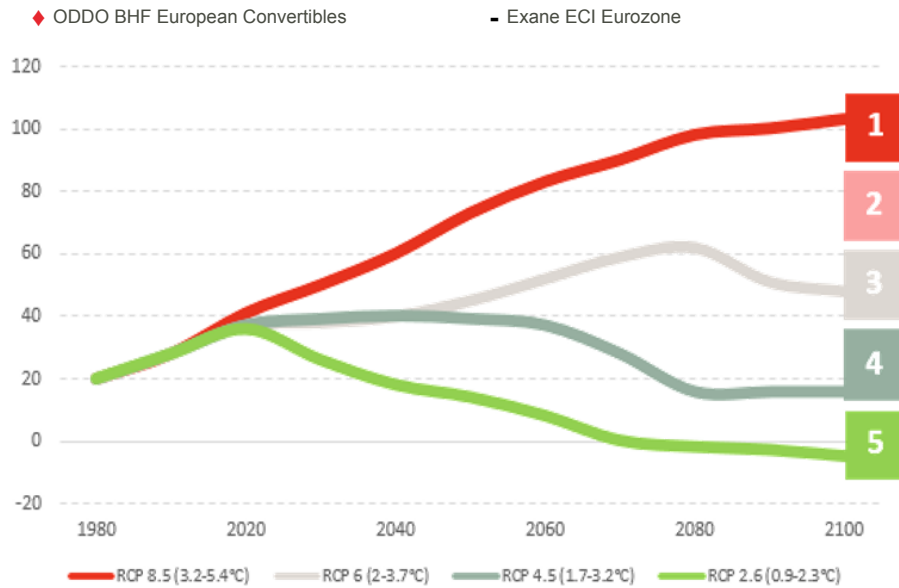
* Carbon intensity: tCO2e / €m turnover)

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Portfolio structure by weighted ETA* score		Benchmark structure by weighted ETA* score	
Weighted average ETA score:	2.8	Weighted average ETA score:	2.9
ETA coverage	95.7%	ETA coverage	96.2%



Alignment to IPCC** climate scenarios



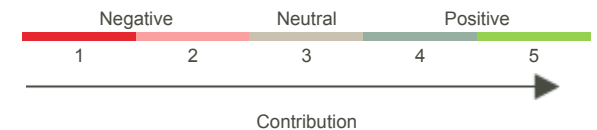
*ETA: ODDO BHF's internally developed Energy Transition Analysis indicator. The methodology is explained in the glossary page 16

** IPCC: The Intergovernmental Panel on Climate Change (IPCC)

***RCP: Representative Concentration Pathway

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ESG characteristics



		Portfolio			Benchmark			UN SDGs*	
		March 2021	March 2020	Coverage	March 2021	March 2020	Coverage		
Environment									
	Fossil fuel exposure	4.0%	1.0%	81.7%	5.2%	1.6%	75.4%		
	Carbon solutions exposure "green part"	32.9%	38.6%	81.7%	25.9%	34.8%	75.4%		
Social									
	5Y Employee growth (%)	6.3%	9.2%	24.1%	8.4%	6.9%	18.0%		
	Female Executives	4.3%	5.4%	37.3%	9.5%	8.6%	28.6%		
Governance									
	UN Global Compact signatory	63.2%	57.2%	32.5%	38.5%	57.6%	24.7%		
	Board members' independence	73.3%	74.3%	41.5%	70.6%	73.4%	34.3%		
Human Rights									
	Implementation of Human rights policy	84.1%	89.1%	41.5%	89.4%	88.1%	31.1%		













*United Nations Sustainable Development Goals

All the indicators are explained in the glossary page 15

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	Dec 2020	Dec 2019	Trend
Environment			
 Paper consumption per FTE*	2 796	4 888	
 Electricity consumption per FTE*	6 064	6 918	
Social			
 Aid people with disabilities: % of requests granted	100%	100%	
 % of total workforce trained over the course of the year	France: 62% Germany: 57%	France: 82% Germany: 52%	
 % of employees involved in the endowment fund's action	15%	8%	
Governance			
 % assets under management integrating ESG criteria	32%	23%	

*FTE: Full Time Equivalent | Source: ODDO BHF, 2019 | CSR: Corporate Social Responsibility

Glossary - Definition of impact measurement indicators



ODDO BHF AM considers that measuring the environmental, social and governance impact of an investment is an essential step in disseminating good practices in ESG integration. To do this, it is imperative to have reliable, simple quantitative criteria (no reprocessing) and to allow comparison between portfolios regardless of their composition (large vs midcaps, geographical and sectoral diversity). The choice of indicators is therefore crucial for the relevance of impact measurement.

We systematically indicate the availability of the data at the level of the portfolio and its benchmark.

Carbon intensity	Source MSCI. We use scopes 1 (direct emissions) and 2 (indirect emissions related to electricity, heat or steam consumption) to calculate the carbon intensity, expressed in tonnes of CO2 equivalent per million euros of revenues. Cash and other derivatives are not covered.
Fossil fuel exposure	Source MSCI. Percentage of revenue exposed to fossil fuels, based on MSCI' coverage rate for the portfolio and for the comparison index.
Carbon solutions exposure "green part"	Source MSCI. Percentage of revenue exposed to carbon solutions (renewable energies, sustainable mobility, etc.), based on MSCI' coverage rate for the portfolio and for the comparison index.
5Y Employee growth (%)	5-year geometric growth rate of the number of employees calculated according to the following formula: $(\text{number of employees in the current year} / \text{number of employees same period 5 years ago})^{0.2-1} \times 100$
Female Executives	Number of female executives, as a percentage of total executives, at the end of the financial year if available, otherwise at the date of the last report. Executives are as defined by the Company or persons who are members of the Company's Executive Committee or Management Committee or its equivalent.
UN Global Compact signatory	Percentage of portfolio companies that are signatories to the United Nations Global Compact compared to the percentage of signatory companies in the benchmark.
Board members' independence	Percentage of independent directors on the Boards of Directors of portfolio companies and the comparative index.
Implementation of Human rights policy	Percentage of companies in the portfolio that have implemented one or more initiatives to protect human rights compared to the benchmark.
Controversies	A controversy defines a company involved in incidents that may negatively impact stakeholders, the environment or the company's operations. MSCI defines 5 levels of controversies: level 1 (low impact on the environment and society, negligible risk to the company); level 2 (Moderate impact on the environment and society with minimal risk to the company, Low frequency of incidents, company has strong management systems and/or actions taken to mitigate risks); level 3 (Significant impact on the environment and society with significant business risk, Evidence of structural problems at company and/or company has inadequate management systems); level 4 (High impact on the environment and society with high business risk, Structural/systemic problems, recurrence of incidents and company has inadequate management systems); level 5 (Severe impact on the environment and society with serious business risk, Exceptional egregious behavior,

Glossary - Measuring the alignment of a portfolio with long-term climate trajectories

In order to integrate the energy transition into the core of the investment process, ODDO BHF AM has developed within its internal ESG analysis platform a specific indicator at the level of each company to measure its contribution to the energy transition to a low carbon economy.

This ETA indicator ("Energy Transition Analysis") has two components:

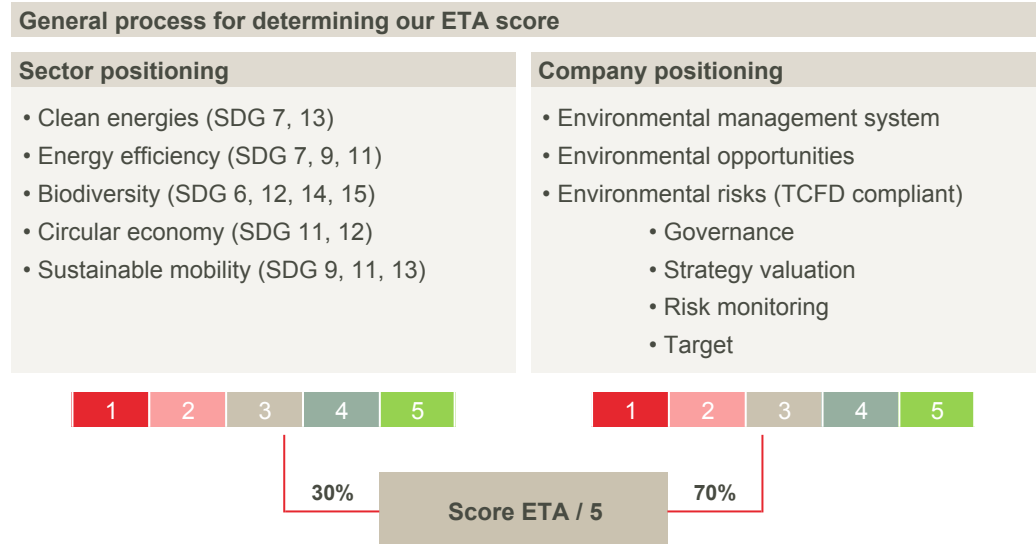
- The positioning of the sector in which the company operates for 30%.
- The rating of the environmental component of the company assigned by our internal ESG analysis model for 70%.

Sectoral positioning is determined with regard to the environmental risks and opportunities arising from our SDG matrix (UN Sustainable Development Goals towards 2030). Within this matrix, we identify five main environmental themes: Clean energies (SDG 7, 13), Energy efficiency (SDG 7, 9, 11), Biodiversity (SDG 6, 12, 14, 15), circular economy (SDG 11, 12) and sustainable mobility (SDG 9, 11, 13).

The second part, the environmental component of our ESG analysis model, is divided into two parts:

- The environmental management system (carbon intensity, water intensity, energy mix, waste management, certification)
- Analysis of the environmental opportunities and risks to which the company is exposed (methodology aligned with TCFD recommendations)

By aggregating the ETA scores of the companies in a portfolio (weighted by the weight of each line), we obtain an indicator to measure the contribution of this investment portfolio to the energy transition to a low-carbon economy. This methodology allows us to have a qualitative approach in terms of alignment with long-term climate scenarios (IPCC scenarios up to 2100).



TCFD: the Task Force on Climate-related Financial Disclosure was launched in 2015 by the G20 to review how the financial sector can take better into account climate-related issues.

IPCC: The Intergovernmental Panel on Climate Change (IPCC) is the leading international body for the assessment of climate change. It was established by the United Nations Environment Programme (UNEP) and the World Meteorological Organization (WMO) in 1988 to provide the world with a clear scientific view on the current state of knowledge in climate change and its potential environmental and socio-economic impacts.

Sources: ODDO BHF AM

Unit characteristics details



	ISIN code	Bloomberg code	WKN code	Currency	Dividend policy	Minimum (initial) investment	Later minimal subscription	Subscription fees	Redemption fees	Management fees	Performance fees
CI-EUR	FR0010301473	CYLCVSB FP	A0MKYH	EUR	Accumulation unit	250000 EUR	1 thousandth of a unit	4 % (maximum)	Nil	Maximum 1% of the net assets, inclusive of tax.	N/A
CN-EUR	FR0013294790	ODDECNE FP	A2JGUT	EUR	Accumulation unit	1 thousandth of a unit	1 thousandth of a unit	4 % (maximum)	Nil	Maximum 1.10% of the net assets, inclusive of tax.	N/A
CR-EUR	FR0010297564	CYLCVSI FP	A0NAT8	EUR	Accumulation unit	1 thousandth of a unit	1 thousandth of a unit	4 % (maximum)	Nil	Maximum 1.50% of the net assets, inclusive of tax.	N/A
GC-EUR	FR0011605500	ODDCNGC FP		EUR	Accumulation unit	100 EUR	1 thousandth of a unit	4 % (maximum)	Nil	Maximum 1% of the net assets, inclusive of tax.	N/A

Sources: ODDO BHF AM



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.
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