

M Convertibles SRI

Active Management
Eurozone Convertible Bonds



30 AUGUST 2024

AD share class

ISIN ON PAGE 2



as of 07/31/2024



Investment universe

M Convertibles SRI invests in « pure » convertible or exchangeable bonds.

Presentation

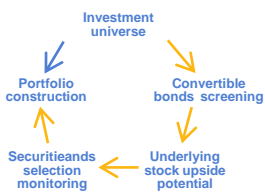
The objective of **M Convertibles SRI** fund, which is based on european bond and equity markets, is to outperform the Refinitiv Europe Convertible Hedged (EUR) index over the medium term, through discretionary investment management.

The **M Convertibles SRI** fund aims to capture equity market upside, whilst benefiting from the defensive aspect provided by the bond component of its investments, which mitigates downside market risk.

The **M Convertibles SRI** fund's investments are managed on a discretionary basis. The portfolio managers apply a multi-criteria stock picking approach, combining equity upside potential, credit risk and the technical profile's analysis of convertible bonds.

M Convertibles investment process integrating ESG criteria, focus on **pure Convertibles Bonds**.

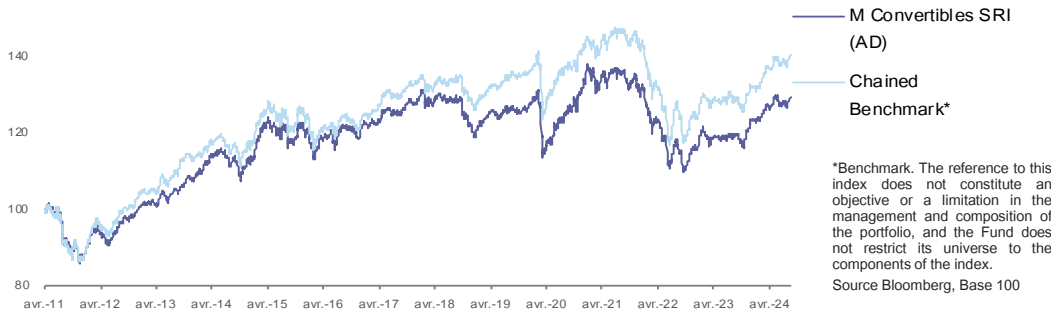
The **M Convertibles SRI** portfolio construction process is based on **five key tenets** :



Risk indicator - SRI



Risk associated with discretionary investment management • Risk of loss of capital • Convertible bonds risk • Equity risk • Volatility risk • Interest rate risk • Credit risk • Sustainability risk • High yield market risk • Risk on subordinated securities • Derivatives market risk • Default risk • Foreign exchange market risk • Liquidity risk • Small caps risk.



* The performance of the UCITS (net coupons reinvested) is compared to the performance of the Exane Eurozone Convertible index until 26 October 2022, then to the Refinitiv Europe Convertible Hedged (EUR) index.

PERFORMANCES & RISK INDICATORS

	M Convertibles SRI (AD)	Chained Benchmark*
Perf. Inception (a)	29.6%	40.8%
Perf. 2017	4.9%	7.0%
Perf. 2018	-7.1%	-5.2%
Perf. 2019	6.7%	7.6%
Perf. 2020	6.6%	6.1%
Perf. 2021	-2.7%	-0.3%
Perf. 2022	-12.8%	-14.0%
Perf. 2023	7.3%	7.1%
Perf. YTD - 2024	4.7%	6.1%
Perf. 5 years	1.9%	3.4%
Perf. 10 years	14.5%	20.5%
Volatility 5 years	7.4%	7.2%
Volatilité 1 year	4.8%	4.6%
Tracking Error 1 year*	1.4	

Details of past annual performance on page 4.

NAV / FUND TOTAL ASSETS

NAV (AD)	2 164.40
Fund Total Assets	€ 370.9M

SECTOR BREAKDOWN

(UNDERLYING BY DELTA CONTRIBUTION)

	Port.	Index	Δ%
Industrial Goods & Serv.	9.4%	7.5%	
Telecommunications	3.2%	1.5%	
Technology	2.8%	2.6%	
Energy	2.6%	2.3%	
Banks	2.1%	1.0%	
Health Care	1.9%	1.2%	
Construction & Materials	1.7%	0.9%	
Utilities	1.7%	1.4%	
Chemicals	1.6%	1.6%	
Travel & Leisure	1.3%	1.6%	
Food & Beverage	1.1%	0.7%	
Automobiles & Parts	1.0%	0.6%	
Consumer Prod. & Serv.	0.9%	1.4%	
Real Estate	0.3%	2.4%	
Retail	0.1%	0.1%	
Pers. Care, Drug & Groce	0.1%	0.2%	
Basic Resources	0.0%	0.3%	
Financial Services	0.0%	0.0%	

Equity Sensitivity** 31.8% 27.2%

Source Montpensier Finance / Refinitiv / Bloomberg

TECHNICAL CHARACTERISTICS

	M Conv. SRI
Equity Sensitivity **	31.8
Modified Duration	3.1
YTM	-1.4%
Current Yield	1.0%
Premium	83.5%
Credit Spread (bp)	112.8
Rho	-2.2
Vega	0.3
Credit Sensitivity	-3.0

Source Bloomberg-Montpensier / (a) 04/14/2011

* vs benchmark. / Performance calculation: rolling month-end NAV / Volatility and TE calculation: Friday NAV, rolling weekly steps / ** measuring the variation of convertible bond price related to a variation of 1% of the underlying stock price / **Past performance is not indicative of current or future results. The fund undertakes risks that may lead to a loss of capital**

COUNTRY BREAKDOWN

(UNDERLYING BY DELTA CONTRIBUTION)

	Port.	Index	Δ%
France	14.2%	9.3%	
Germany	7.9%	8.1%	
Spain	3.9%	2.7%	
Italy	3.2%	2.3%	
Netherlands	1.8%	1.8%	
United Kingdom	0.4%	0.7%	
Ireland	0.3%	0.0%	
Others	0.0%	2.3%	

Equity sensitivity** 31.8% 27.2%

Source Montpensier Finance / Refinitiv / Bloomberg



Montpensier Finance is a signatory to the PRI (Principles for Responsible Investment)

Errors and omissions excepted. BEFORE ANY INVESTMENT, PLEASE CAREFULLY READ THE KID, FUND PROSPECTUS AND SFDR PRE-CONTRACTUAL DOCUMENT IF APPLICABLE. The decision to invest takes into account all the characteristics, objectives and risks of the UCITS. See full disclaimer on the last page.



M Convertibles SRI



PORTFOLIO

During the summer, investor sentiment fluctuated between fears of a slowdown and the return of the "Goldilocks" scenario. Expectations of short-term rate cuts accelerated, and long-term rates dropped significantly. Earnings reports were quite mixed, with some offering very favorable outlooks and others delivering more cautious messages. In this context, equity indices exhibited varied performances depending on their geographical regions and sectoral biases.

European convertible bonds made gains. The primary market saw three issuances in July-August: Tui 1.95% 2031, Ocado 6.25% 2029, and Leg Immo 1% 2030. We participated in two of these. In the secondary market, we reduced our positions in Redcare 0% 2028 and Qiagen 1% 2024, fully exited Ocado 0.875% 2025, and tendered Tui 5% 2028. We also established a position in MTU Aero 0.05% 2027.

FOCUS: LEG IMMOBILIEN

SDG 8



LEG

LEG Immobilien is one of the leading players in the real estate market in Germany. Specializing in the management and development of residential properties, the group owns and manages approximately 166,500 rental apartments, primarily located in North Rhine-Westphalia, a region known for its attractiveness.

In a less favorable macroeconomic environment in recent months, the group has shown resilience. Despite a slight decrease in rental income in the first half of 2024 compared to the previous year, LEG is exhibiting positive momentum with an increase in rents (+3% like-for-like) and a low vacancy rate (2.5%). This encouraging dynamic has led to an upward revision of profitability targets for 2024. The company is also expected to benefit from a more normalized interest rate environment.

In August 2024, LEG Immobilien issued a convertible bond of €500 million maturing in September 2030 at 1%. Two other LEG convertible bonds exist: one of €550 million maturing in June 2028 at 0.4% and another of €400 million maturing in September 2025 at 0.875%.



Source : NDOZ Website

FUND DATA

Legal Status	SICAV UCITS V
Inception date of the FCP M Convertibles	28th December 1990
Inception date of the SICAV from the FCP merger	11th February 2016
Currency	EUR
Approved for public distribution in	France, Belgium, Italy, Luxembourg, Switzerland, Germany
UK Reporting Status	Yes for the IC Share Class
Isin	IC : FR0013084357 ID : FR0013084365 AC : FR0013083680 AD : FR0013084340
Bloomberg	IC : MFMCVIC FP ID : MFMCVID FP AC : MFMCVAC FP AD : MFMCVAD FP
Asset Management Company	Montpensier Finance
Custodian	CACEIS Bank
Valuation	Daily (Caceis)
Cut-off	11:00 AM CET
Investment horizon	3 years minimum
SFDR	8



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Details of fees are available in the prospectus.



PROSPECTUS

Approved for public distribution in:





Comment on Impact Indicators

The impact of the portfolio is being monitored as we want to contribute positively to the development of a sustainable economy.

► Breakdown by Rating ESG

We have no securities in our portfolio with a rating below BBB.

► SDG Impact Analysis

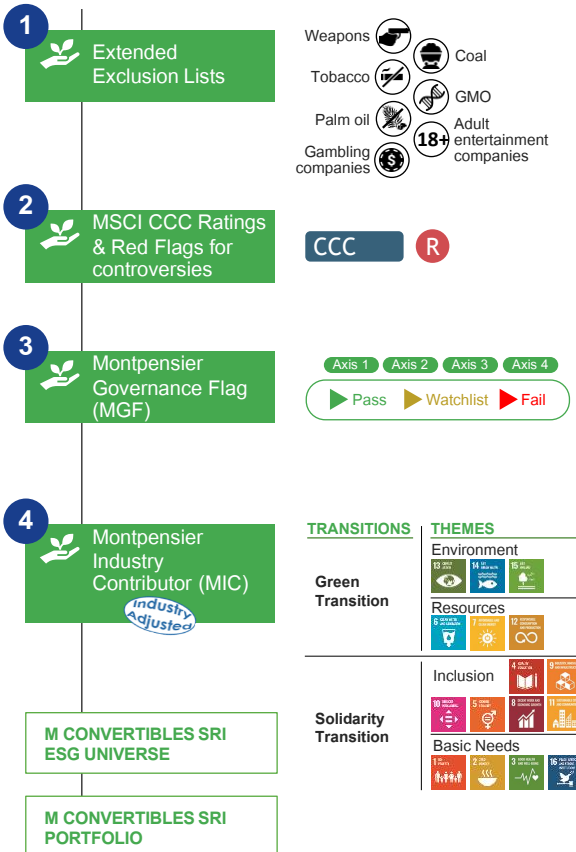
Our proprietary Montpensier Industry Contributor method allows us to analyse the environmental and social impact of our stocks in line with the 17 UN SDGs. This month, we find that the portfolio has a particularly positive impact on SDGs 9, 12 and 8.

► Environmental performance

The portfolio's emissions are lower than the index in terms of carbon footprint and in intensity.

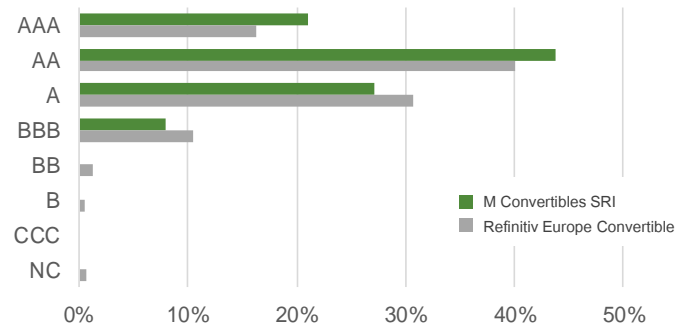
Select **responsible values** with a **positive impact** on the environment and society

INVESTISSABLE UNIVERSE



The approach of taking into account extra-financial criteria is a selective approach, which is based on the proprietary 4-step SRI analysis methodology developed by Montpensier Finance applied to convertible bond underlyings, with the objective of mitigating sustainability risks, without however being able to guarantee that sustainability risks are totally neutralized. The data used is mainly supplied by MSCI ESG Research and may be supplemented, modified or updated by the Management Company from other sources.

BREAKDOWN BY ESG RATING



Source Montpensier Finance / MSCI / Refinitiv

ENVIRONMENTAL PERFORMANCE

WEIGHTED AVERAGE CARBON INTENSITY Scope 1 et 2 (Tons of carbon emissions/ \$M Turnover)



CARBON FOOTPRINT Scope 1 et 2 (Tons of carbon emissions/ €M invested)*



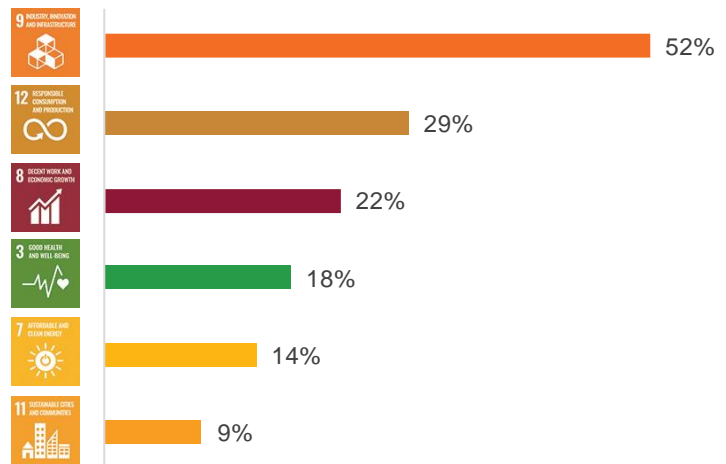
Available data for 100.00% of M Convertibles and 99.39% of Refinitiv Europe Convertible

At the date of the report, 54 companies, that is 88.52% of funds positions, accounting for 88.60% of the invested portfolio weight, officially disclose quantitative data about their GHG emissions (Scope 1 and 2). Other data are based on MSCI ESG Research estimations.

*Under Delegated Regulation (EU) 2022/1288, starting from December 2023, the carbon footprint is standardized by EVIC (Enterprise Value + Cash). Previously, this standardization was conducted using market capitalization.

Source Montpensier Finance / MSCI

SDG IMPACT ANALYSIS



Distribution of the involvement of portfolio companies in the UN-defined Sustainable Development Goals. A company may be involved in several SDGs.

* 1 Poverty. 2 Zero hunger. 3 Good health and well-being. 4 Quality education. 5 Gender equality. 6 Clean water and sanitation. 7 Affordable and clean energy. 8 Decent work and economic growth. 9 Industry, innovation and infrastructure. 10 reduced inequalities. 11 Sustainable cities and communities. 12 Responsible consumption and production. 13 Climate action. 14 Live below water. 15 Life on land. 16 Peace, justice and strong institutions.

Source Montpensier Finance

GLOSSARY

The glossary is available in the [Impact Report](#).



M Convertibles SRI



PERFORMANCES & RISK INDICATORS (cont.)

	M Convertibles SRI	Index
	AD	Ref *
Performance 2003	-	-
Performance 2004	-	-
Performance 2005	-	-
Performance 2006	-	-
Performance 2007	-	-
Performance 2008	-	-
Performance 2009	-	-
Performance 2010	-	-
Performance 2011	-	-
Performance 2012	14.1%	18.2%
Performance 2013	8.4%	9.8%
Performance 2014	4.1%	3.1%
Performance 2015	6.7%	6.1%
Performance 2016	1.1%	-0.2%
Performance 2017	4.9%	7.0%
Performance 2018	-7.1%	-5.2%
Performance 2019	6.7%	7.6%
Performance 2020	6.6%	6.1%
Performance 2021	-2.7%	-0.3%
Performance 2022	-12.8%	-14.0%
Performance 2023	7.3%	7.1%

Source Bloomberg, Montpensier Finance / Share class launched on 04/14/2011
 *Benchmark. The performance of the UCITS (net coupons reinvested) is compared to the performance of the Exane Eurozone Convertible index until 26 October 2022, then to the Refinitiv Europe Convertible Hedged (EUR) index.

The reference to this index does not constitute an objective or a limitation in the management and composition of the portfolio, and the Fund does not restrict its universe.

Past performance is not indicative of current or future results. The fund undertakes risks that may lead to a loss of capital.

RISK INDICATOR - SRI



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ADDITIONAL INFORMATION FOR SWITZERLAND: The Swiss prospectus, the Key Investor Information Documents, the articles of incorporation, the extract annual and semi-annual report in French and further information are available free of charge at Montpensier Finance representative's office in Switzerland: Carnegie Fund Services S.A., 11, rue du Général-Dufour, CH-1204 Geneva, Switzerland, web: www.carnegie-fund-services.ch. The Swiss paying agent is: Banque Cantonale de Genève, 17, quai de l'Île, CH-1204 Geneva, Switzerland. The last share prices can be found on www.fundinfo.com. For the shares/units of the Fund distributed to non-qualified investors in and from Switzerland and for the shares/units of the Fund distributed to qualified investors in Switzerland, the place of jurisdiction is Geneva. The last performance does not take account of the commissions and costs incurred on the issue and redemption of shares/units.