



# IMPACT REPORT

## M CONVERTIBLES SRI

June 28, 2024

58 avenue Marceau, 75008 Paris  
T. +33 (0)1 45 05 55 55  
[www.montpensier.com](http://www.montpensier.com)

## M CONVERTIBLES SRI



Un fonds **Obligations Convertibles Euro**

Des convictions associées à une **méthode propriétaire éprouvée** et intégrant une **analyse ISR**

### Notre conviction et nos objectifs

La méthode de gestion Obligations Convertibles, Montpensier Convert est fondée d'une manière générale sur la recherche de **convexité**.

Elle s'appuie sur le **caractère hybride des obligations convertibles** et sur le **profil de performance asymétrique** des obligations convertibles.

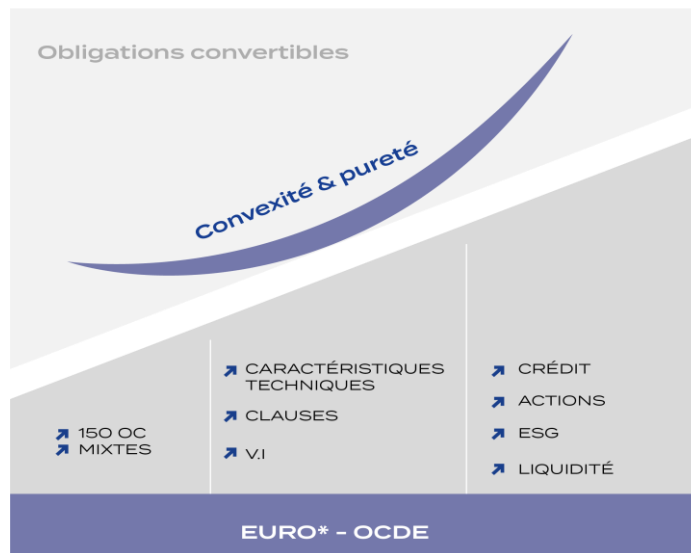
Les obligations convertibles en portefeuille sont analysées selon la **double approche** : notre **méthodologie propriétaire d'analyse ISR** : **Montpensier Governance Flag (MGF)**, et **Montpensier Industry Contributor (MIC)**, appliquée aux sous-jacents des obligations convertibles, et aussi selon la **méthode Convert**, qui a pour objectif de privilégier dans la mesure du possible les obligations convertibles mixtes et pures.

### Méthode Convert

La méthode de gestion Obligations Convertibles, Montpensier Convert est fondée d'une manière générale sur la recherche de **convexité**.

Elle s'appuie sur le **caractère hybride des obligations convertibles** et sur le **profil de performance asymétrique** des obligations convertibles.

La méthode de gestion de M Convertibles SRI est fondée sur 2 axes : la pureté et la convexité.  
Les investissements sont réalisés sur la zone Euro et les États de l'OCDE\*.



\* Si émission non euro couverture du risque de change.

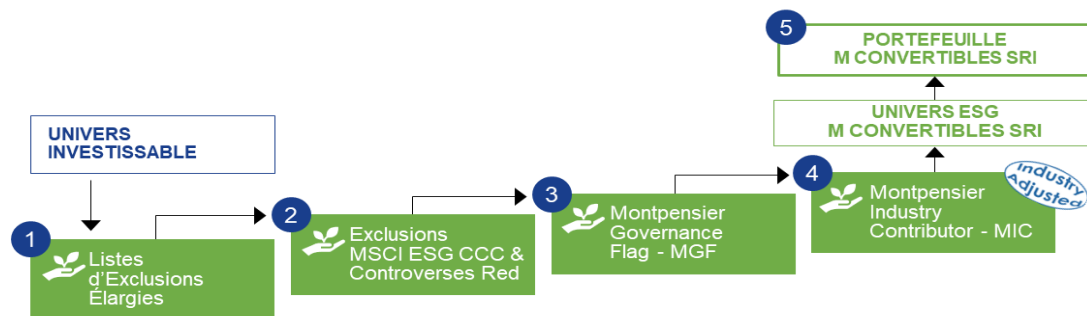
Les obligations convertibles en portefeuille sont analysées selon la double approche :

✓ notre méthodologie ISR, analyses MGF et MIC appliquée aux sous-jacents des obligations convertibles ;  
 ✓ et aussi selon la méthode de gestion Montpensier Convert (MC), qui a pour objectif de privilégier dans la mesure du possible les obligations convertibles mixtes et pures. Les obligations convertibles retenues poursuivent alors une double évaluation parallèle :

- Une évaluation quantitative qui inclue des scoring crédit, action, ESG, Volatilité Implicite, Liquidité
- Une évaluation qualitative qui inclue les fondamentaux Crédit, Action, les aspects Gouvernance ESG & Controverses Management, les caractéristiques techniques, et les clauses.

## Méthodologie propriétaire d'analyse ISR

L'univers d'investissement du fonds est constitué d'obligations convertibles dont les sociétés sous-jacents sont sélectionnées sur la base de critères ESG (Environnement, Social, Gouvernance) dans l'objectif d'identifier la compatibilité des sous-jacents avec notre démarche d'investissement socialement responsable. Les sous-jacents de toutes les obligations convertibles présentes en portefeuille sont issues de l'univers investissable ESG, et sont analysées selon les méthodes propriétaires d'analyse ISR **Montpensier Governance Flag** (MGF), et **Montpensier Industry Contributor** (MIC).



Un **processus d'exclusion en 4 étapes** est appliqué sur l'univers des **sous-jacents** présents dans le gisement des obligations convertibles privilégié par M Convertibles SRI :

- ✓ Des listes d'exclusions élargies à certaines activités : les valeurs dont plus de 10% du chiffre d'affaires est identifié comme provenant de la fabrication d'armement conventionnel, de l'extraction de charbon thermique, de l'extraction non conventionnelle du pétrole et du gaz, du tabac, des divertissements pour adultes, des OGM, de l'huile de palme, des jeux de hasard ;
- ✓ Les sociétés sous-jacents notées « CCC » ou « Vigilance Controverse Rouge » ;
- ✓ Les sociétés sous-jacents ne présentant pas de bonnes pratiques de gouvernance, identifiées selon la méthode MGF ;
- ✓ Les sociétés sous-jacents présentant un impact social et environnemental négatif, mesuré selon la méthode MIC.

### Gouvernance et Impact :

Notre analyse ISR vise notamment à valider que les sous-jacents des obligations convertibles présentes en portefeuille appliquent de bonnes pratiques en matière de gouvernance et ont un impact positif ou neutre du point de vue des Objectifs de Développement Durable :

✓ Notre analyse MGF met l'accent sur les bonnes pratiques de gouvernance des entreprises, selon 4 axes d'analyse : « Conseil d'Administration, comité exécutif et autres comités », « Politique de rémunération et objectifs », « Structure actionnariale & contrôle » et « Pratiques comptables et communication financière » ;

✓ Notre analyse MIC nous permet d'analyser l'impact social et environnemental des sociétés, selon une **approche Best in Class**, en nous appuyant directement sur les 17 Objectifs de Développement Durable (ODD) de l'ONU , que nous avons regroupés selon leur appartenance à la Transition Écologique ou la Transition Solidaire. Puis, nous avons défini quatre Thèmes d'Impact : « Environnement » et « Ressources » pour la Transition Écologique, « Inclusion » et « Besoins essentiels » pour la Transition Solidaire. Ainsi, nous analysons l'impact des sociétés pour chaque thème impacté par ses activités.

## Objectif de Gestion

L'objectif de gestion de la SICAV **M Convertibles SRI** consiste à réaliser une performance liée à celles des marchés obligataires et des marchés actions européens. En particulier, l'objectif de gestion de l'OPCVM consiste à réaliser sur la durée de placement recommandée, une performance supérieure à celle de l'indice de référence Refinitiv (ex Thomson Reuters) Europe Hedged Convertible Bond Index EUR (ticker Bloomberg UCBIFX20 Index), coupons nets réinvestis, en intégrant des critères ESG dans le processus de sélection et d'analyse des titres en portefeuille.

La prise en compte des critères ESG au sein du fonds a pour objectif de conjuguer la performance financière et la volonté d'influencer, dans la mesure du possible, positivement les émetteurs en termes de performances ESG, en encourageant les sociétés à progresser sur l'intégration de critères ESG dans leurs activités, valorisant ainsi les bonnes pratiques.

La démarche extra-financière mise en œuvre s'inscrit dans un objectif d'atténuation des risques en matière de durabilité, sans pour autant pouvoir garantir que les risques en matière de durabilité soient totalement neutralisés.



## Principaux Risques

La SICAV est investie en obligations convertibles en actions. Le portefeuille est ainsi doublement exposé d'une part, au risque des marchés actions et d'autre part, au risque obligations (taux d'intérêt et crédit) car il est composé d'obligations convertibles présentant cette double sensibilité. La valeur des obligations convertibles dépend de plusieurs facteurs (niveau des taux d'intérêt, évolution du prix des actions sous-jacentes, évolution du prix du dérivé intégré dans l'obligation convertible, etc.).

- Risque de perte en capital
- Risque lié à la gestion discrétionnaire
- Risque de durabilité
- Risque de volatilité
- Risque lié aux titres spéculatifs
- Risque lié à l'utilisation des produits dérivés
- Risque lié aux investissements en actions de petites capitalisations (Small caps)
- Risque de contrepartie
- Risque de change
- Risque de liquidité
- Risque sur titres subordonnés.

### Informations Générales

Forme juridique	SICAV UCITS V
Date de création	28/12/1990
Devise	EUR
Pays de commercialisation	France, Allemagne, Suisse, Luxembourg, Belgique, Italie (investisseurs institutionnels)
Code Isin	IC: FR0013084357, ID: FR0013084365, AC: FR0013083680, AD: FR0013084340
Code Bloomberg	IC: MFMCVIC FP, ID: MFMCVID FP, AC: MFMCVAC FP, AD: MFMCVAD FP
Société de gestion	Montpensier Finance
Dépositaire	CACEIS Bank
Valorisation	Quotidienne
Cut-off (centralisateur)	11h
Horizon d'investissement	Supérieur à 3 ans

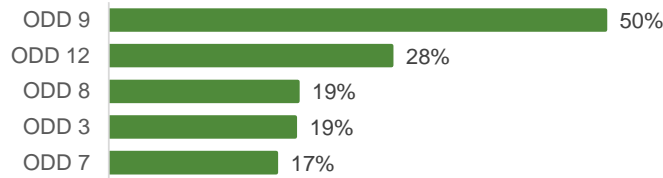
### Indicateur de référence et comparaison historique

Jusqu'au 27 octobre 2022, l'indicateur de référence du fonds était l'indice Exane Eurozone Convertible Bond ECI-Euro (ticker Bloomberg EZCIEZCI Index). A cette date, il a été remplacé par l'indice Refinitiv (ex Thomson Reuters) Europe Hedged Convertible Bond Index EUR (ticker Bloomberg UCBIFX20 Index). Ainsi, dans les éléments de comparaison du présent rapport, les données historiques antérieures à cette date sont comparées à l'indice Exane Eurozone Convertible Bond ECI-Euro.

# 1. Impact report

## Montpensier Impact Assessment methodology

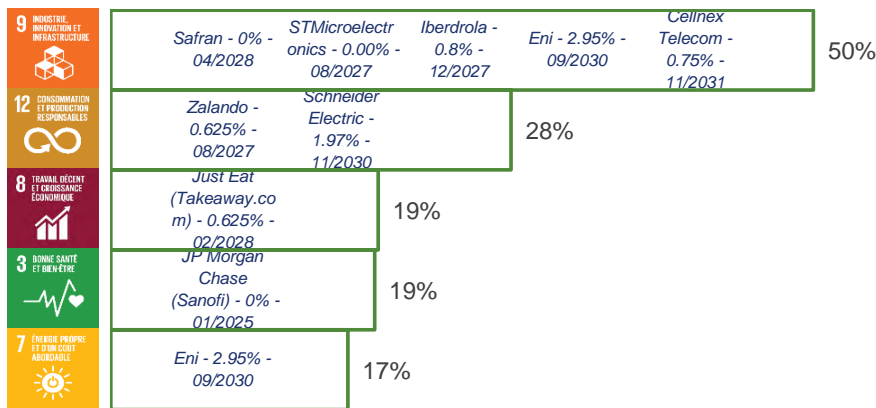
### Impact analysis based on SDGs



Breakdown of portfolio company involvement in the Sustainable Development Goals defined by the United Nations. A company may be involved in several SDGs.

Source Montpensier Finance

### Exemples of company involvement in SDGs, according to Montpensier Finance analysis.



TRANSITIONS	THEMES SDG
Green Transition	<b>Environment</b> <b>SDG 13</b> Climate action <b>SDG 14</b> Live below water <b>SDG 15</b> Life on land
	<b>Resources</b> <b>SDG 6</b> Clean water and sanitation <b>SDG 7</b> Affordable and clean energy <b>SDG 12</b> Responsible consumption and production
	<b>Inclusion</b> <b>SDG 4</b> Quality education <b>SDG 5</b> Gender equality <b>SDG 8</b> Decent work and economic growth <b>SDG 9</b> Industry, innovation and infrastructure <b>SDG 10</b> Reduced inequalities <b>SDG 11</b> Sustainable cities and communities
Solidarity Transition	<b>Basic Needs</b> <b>SDG 1</b> No Poverty <b>SDG 2</b> Zero hunger <b>SDG 3</b> Good health and well-being <b>SDG 16</b> Peace, justice and strong institutions

	28/06/24	30/06/23	30/06/22
<b>Portfolio companies' involvement in the SDGs</b>			
<b>Green Transition - Environment</b>			
SDG 13 : Take urgent action to combat climate change and its impacts	7%	29%	28%
SDGs 14 & 15 : Conserve and sustainably use the oceans, seas and marine resources for sustainable development. Protect, restore and promote sustainable use of terrestrial ecosystems, sustainably manage forests, combat desertification, and halt and reverse land degradation and halt biodiversity loss	0%	0%	0%
<b>Green Transition - Ressources</b>			
SDG 6 : Ensure availability and sustainable management of water and sanitation for all	0%	1%	3%
SDG 7 : Ensure access to affordable, reliable, sustainable and modern energy for all	17%	13%	16%
SDG 12 : Ensure sustainable consumption and production patterns	28%	17%	17%
<b>Solidarity Transition - Inclusion</b>			
SDG 4 : Ensure inclusive and equitable quality education and promote lifelong learning opportunities for all	0%	0%	0%
SDG 5 : Achieve gender equality and empower all women and girls	0%	0%	0%
SDG 8 : Promote sustained, inclusive and sustainable economic growth, full and productive employment and decent work for all	19%	18%	16%
SDG 9 : Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation	50%	36%	31%
SDG 10 : Reduce inequality within and among countries	0%	0%	0%
SDG 11 : Make cities and human settlements inclusive, safe, resilient and sustainable	11%	16%	17%
<b>Solidarity Transition - Basic Needs</b>			
SDG 1 : End poverty in all its forms everywhere	0%	0%	0%
SDG 2 : End hunger, achieve food security and improved nutrition and promote sustainable agriculture	0%	0%	0%
SDG 3 : Ensure healthy lives and promote well-being for all at all ages	19%	18%	18%
SDG 16 : Promote peaceful societies for sustainable development, provide access to justice for all and build effective, accountable and inclusive institutions at all levels	0%	0%	0%

A company may be involved in several SDGs.

The fund's main impact relates to SDG 9 "Industry, Innovation, and Infrastructure". The next two main impacts are SDG 12 "Sustainable Consumption and Production" and SDG 8 "Economic Growth and Decent Work".

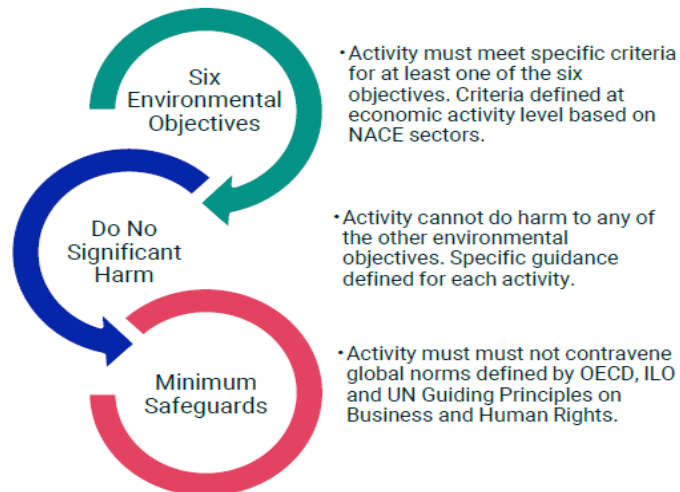
### Sustainable Investment

50.92% of the invested portfolio excluding cash and cash equivalents and any collective investment schemes (meaning 46.95% of the fund's net asset) is made up of sustainable investments.

## Sustainable Finance Disclosure Regulation

### European Taxonomy portfolio alignment

The Taxonomy constitutes the main disclosure regarding the European regulatory strategy for sustainable finance. It aims to classify what is deemed "sustainable" from an environmental and social point of view, in order to better direct capital flows towards such sustainable activities. In 2021, a first draft of the Taxonomy was defined, angled towards objectives of mitigating and adapting to climate change. It allows companies and investors to measure their alignment to these objectives.



As a first step to qualifying as **sustainable**, a business activity it must be identified as making a **substantial contribution** to one of **six environmental objectives** established by the EU Taxonomy:

- Climate Change Mitigation
- Climate Change Adaptation
- Sustainable Use and Protection of Water and Marine Resources
- Transition to a Circular Economy, Waste Prevention and Recycling
- Pollution Prevention and Control
- Protection and Restoration of Biodiversity and Ecosystem

In order to provide a **substantial contribution** to meeting environmental objectives, activities must qualify as one of the following:

1. **Own performance:** direct economic activities that make a substantial contribution based on already-reduced environmental impact (e.g., power producers that use alternative energy sources, closed loop zero-waste manufacturing)
2. **Enabling activities** where products or services enable a substantial contribution to be made in other activities (e.g., manufacturing of a required component of another product such as low-carbon technologies, insurance against climate related hazards and services that contribute to either mitigation or adaptation).
3. **Transitional activities:** direct activities that have a substantial environmental impact but contribute to a transition to a net-zero emissions by 2050 (e.g. manufacture of cement).

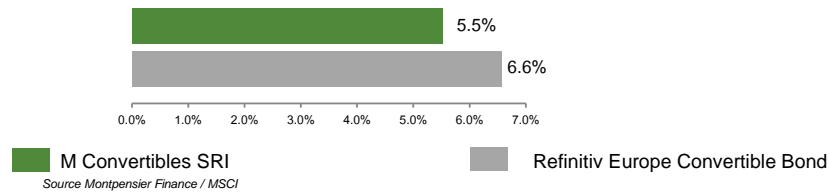


Once it has been determined that a business activity has met environmental objectives criteria it must meet a second requirement: **Do No Significant Harm (DNSH)**.

An activity that aids one environmental objective must do no significant harm to any of the others. This is to ensure that an activity that progresses one environmental objective does not do so at the expense or degradation of the others.

The last requirement for economic activities to qualify as sustainable under the EU Taxonomy is that companies meet a **minimum set of social safeguards**.

### Alignment of invested portfolio on the European Taxonomy



Coverage of 100.00% for M Convertibles SRI and 100.00% for the index Refinitiv Europe Convertible Bond

At the report date, 59 companies, meaning 100.0% of the fund's assets, which represent 100.0% of the portfolio, are covered by MSCI ESG Research. Alignment with the European taxonomy is measured by the weighted average percentage of portfolio companies' revenues.

Data used to determine these impact measures come from MSCI ESG Research. Given the scope of indicators used, data is relatively available. Carrying out this impact assessment did not present any particular difficulty.

### European Taxonomy alignment

European Taxonomy alignment is estimated by MSCI ESG Research, from the maximum percentage of a company's sales derived from products and services addressing environmental objectives, on the basis of the MSCI Sustainable Impact Metrics framework.

The percentage of sales generated by products and services that meet environmental objectives is reduced to 0 for companies which do not meet the "Do No Significant Harm" and "Minimum Social Safeguards" criteria of the European taxonomy.

The same applies companies whose revenues derive 5% or more from the supply, distribution or retailing of tobacco products, and companies involved in controversial weapons.

	28/06/24	30/06/23	30/06/22
<b>European Taxonomy alignment</b>			
M Convertibles SRI	5.5%	8.0%	6.8%
Refinitiv Europe Convertible Bond	6.6%	4.5%	3.6%
<b>Coverage (% invested)</b>			
M Convertibles SRI	100.00%	100.00%	100.00%
Refinitiv Europe Convertible Bond	100.00%	96.70%	92.09%

The fund's alignment to the European Taxonomy is slightly below the index. To note is that it is currently difficult to measure the alignment of most Companies to the Taxonomy due to the lack of relevant data and extra-financial company disclosure.

## 1.1. Environmental Performance

In the context of portfolio management, Montpensier chose to report on the carbon intensity and carbon footprint, in order to measure the contribution of the fund's investments.

The data for these impact measurements comes from MSCI ESG Research's database. This carbon intensity measurement is based on data provided annually in the annual reports of portfolio companies for those that officially publish figures relating to their greenhouse gas emissions. Measures for companies that do not publish such data are estimated by MSCI.

Greenhouse gases contribute to the accumulation of heat in the atmosphere and include carbon dioxide (CO<sub>2</sub>), methane and nitrogen oxide.

Data covers Scope 1 greenhouse gases emissions (company's direct emissions) and Scope 2 emissions (indirect emissions linked to electricity production, heat or steam imported for the company's activities).

Regarding Scope 3 emissions data (other indirect emissions linked to the company's activity, but emitted by other companies), we previously reported only on Scope 3 Tier 1. We now report on all Scope 3 Upstream emissions, which refer to indirect emissions from the upstream supply chain and emissions inherent in the products and services purchased by the companies. For this, we use data from MSCI ESG Research, which provides reported or estimated information. We have access to data on Scope 3 emissions in tones of CO<sub>2</sub>e/year, and Scope 3 emissions normalized by sales in millions of dollars (tCO<sub>2</sub>e/million USD), enabling us to compare companies of different sizes. The carbon intensity of the portfolio is then obtained by calculating the portfolio-weighted average of the carbon intensities of each company.

The GHG Protocol (Greenhouse Gas Protocol, <http://www.ghgprotocol.org/>) defines three scopes for measuring GHG emissions:

- Scope 1:

The company's direct emissions, from sources owned or controlled by the company, including for example: fossil fuel combustion on site and off-site via its vehicles and fugitive emissions (these result from intentional or unintentional GHG emissions, such as hydrocarbon leaks from air conditioning systems or methane production induced by livestock owned by the company).

- Scope 2 :

Indirect emissions from the consumption of electricity, heat or steam purchased by the company. They measure emissions associated with the production of electricity, heat or steam imported for the company's activities.

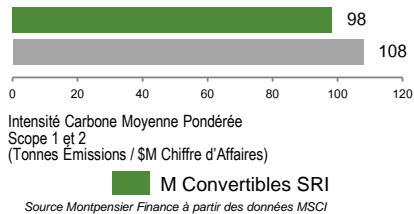
- Scope 3 :

Other indirect emissions linked to the company's activity, but originating from other companies, e.g. extraction and production of purchased materials and fuels, transport-related activities in vehicles not owned or controlled by the company, outsourced activities, waste disposal, electricity-related activities not covered by Scope 2.

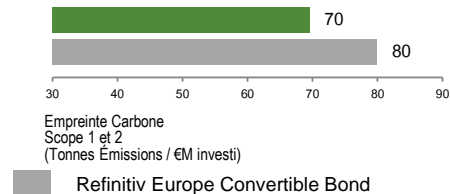
## Carbon measures of the portfolio versus the index Refinitiv Europe Convertible Bond

### Scopes 1 and 2

#### Weighted Average Carbon Intensity



#### Carbon Footprint



Coverage 100.00% for M Convertibles SRI et de 99.47% for the index Refinitiv Europe Convertible Bond

At the report date, 53 companies, or 89.8% of the fund's companies, which represent 89.6% of the portfolio, officially publish figures for their Scope 1 and 2 greenhouse gas emissions. Additional data is estimated by MSCI ESG Research.

Data used to determine these impact measures come from MSCI ESG Research. Given the scope of indicators used, data is relatively available. Carrying out this impact assessment did not present any particular difficulty.

**Weighted Average Carbon Intensity** measures the portfolio's carbon exposure, in tonnes of emissions per million \$ of sales, weighted by the weight of the stocks in the portfolio.

**Carbon Footprint** measures total greenhouse gas emissions in tonnes per million invested. This volume of emissions is multiplied by the share of the mutual fund's position in the company's market capitalization, then multiplied by the amount invested (in € million).

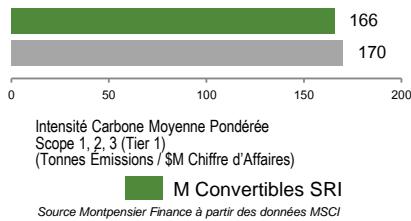
Scopes 1 et 2	28/06/24	30/06/23	30/06/22
<b>Weighted Average Carbon Intensity</b>			
M Convertibles SRI	98	111	162
Refinitiv Europe Convertible Bond	108	103	140
<b>Carbon Footprint</b>			
M Convertibles SRI	70	112	156
Refinitiv Europe Convertible Bond	80	140	155
<b>Coverage (% invested)</b>			
M Convertibles SRI	100.00%	100.00%	100.00%
Refinitiv Europe Convertible Bond	99.47%	100.00%	100.00%

The portfolio's weighted average carbon intensity and carbon footprint are lower than its index.

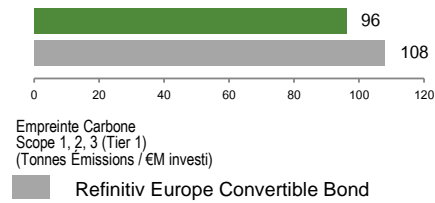
NB: Under Delegated Regulation (EU) 2022/1288, from December 2023 on, the carbon footprint is standardised by EVIC (Enterprise Value + Cash). Previously, this normalisation was based on market capitalisation.

### Scope 3 Upstream, cumulated with Scopes 1 and 2

#### Weighted Average Carbon Intensity



#### Carbon Footprint



Coverage of 98.24% for M Convertibles SRI and 97.02% for the index Refinitiv Europe Convertible Bond

Scope 3 emissions represent other indirect emissions from sources not owned or controlled by the company. Although MSCI's standard carbon footprint calculations do not systematically include Scope 3, these are important indicators to track, as they show how companies are exposed to transition risks through their business model (the supplies they use and/or the products they sell). Scope 3 emissions are based on data reported by Companies, or estimated by MSCI ESG Research.

The data used for these impact measurements comes from the MSCI ESG Research database. Given the scope of the values, the data is relatively available and of good quality. Implementing the selected indicator does not present any particular difficulty. Since June 2024, we have been reporting on all Scope 3 Upstream emissions (data published by companies or estimated by MSCI ESG), replacing Scope 3 Tier 1 emissions, which were only estimated by MSCI ESG. As a result, the coverage of Scope 3 data has improved and is closer to the coverage of Scopes 1 and 2. However, when a company is not covered by MSCI ESG, we have access to Scope 1 and 2 emissions data which is often published by these non-covered companies, but we do not have access to the Scope 3 emissions data.

Scope 3 Upstream, cumulated with Scopes 1 and 2	28/06/24	30/06/23	30/06/22
<b>Weighted Average Carbon Intensity</b>			
M Convertibles SRI	166	178	233
Refinitiv Europe Convertible Bond	170	163	201
<b>Carbon Footprint</b>			
M Convertibles SRI	96	158	216
Refinitiv Europe Convertible Bond	108	184	214
<b>Coverage (% invested)</b>			
M Convertibles SRI	98.24%	98.48%	98.57%
Refinitiv Europe Convertible Bond	97.02%	97.49%	96.32%

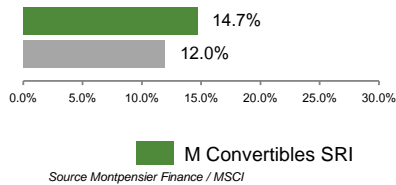
The proportions are similar when Scope 3 Upstream is added: the carbon intensity and carbon footprint of the portfolio are lower than the index.

NB: Under Delegated Regulation (EU) 2022/1288, from December 2023 on, the carbon footprint is standardised by EVIC (Enterprise Value + Cash). Previously, this normalisation was based on market capitalisation. Furthermore, since June 2024, we have been reporting on all Scope 3 Upstream reported or estimated, in place of Scope 3 Tier 1 estimated.

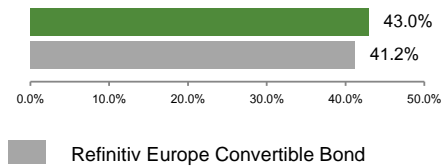
## 1.2. Social Performance

### Fund performance vs the index Refinitiv Europe Convertible Bond

#### Significant layoffs



#### Women on the board



Coverage of 97.7% for M Convertibles SRI and 86.1% for the index Refinitiv Europe Convertible Bond

At the report date, 58 companies, or 98.3% of the fund's companies, which represent 97.7% of the invested portfolio, have been analysed in terms of significant layoffs (over 1,000 job cuts or 10% of the workforce is qualified as significant).

Coverage of 100.0% for M Convertibles SRI and 99.5% for the index Refinitiv Europe Convertible Bond

At the report date, 59 companies, or 100.0% of the fund's companies, which represent 100.0% of the invested portfolio, publish figures on the presence of women on boards of directors.

The data for these impact measurements comes mainly from MSCI's ESG database. However, we have encountered difficulties with data availability for the job cuts indicator. So, in order to improve coverage of the universe, we carried out additional work with stocks not covered by MSCI to obtain more results. As a result of this work, coverage stands at 97.7% of the portfolio, a level we consider sufficiently significant to measure our impact.

#### Significant layoffs

Identify companies having recently conducted significant layoffs (over 1 000 employees laid off or 10% of the workforce) these 3 past years. Such job cuts have a significant impact on employees' mood and productivity. Companies involved in such layoffs are identified.

#### Women on the Board

Identify the presence of women on the Board of Directors and Supervisory Board, in order to measure the feminization of corporate governance.

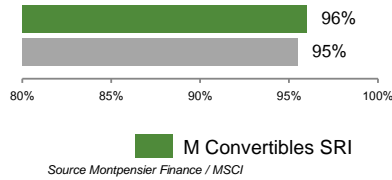
	28/06/24	30/06/23	30/06/22
<b>Significant Layoffs</b>			
M Convertibles SRI	14.7%	27.5%	21.2%
Refinitiv Europe Convertible Bond	12.0%	22.6%	19.4%
<b>Coverage (% invested)</b>			
M Convertibles SRI	97.65%	100.0%	100.0%
Refinitiv Europe Convertible Bond	86.13%	87.9%	97.2%
	28/06/24	30/06/23	30/06/22
<b>Women on the Board</b>			
M Convertibles SRI	43.0%	42.4%	40.2%
Refinitiv Europe Convertible Bond	41.2%	40.5%	39.0%
<b>Coverage (% invested)</b>			
M Convertibles SRI	100.00%	100.0%	100.0%
Refinitiv Europe Convertible Bond	99.47%	100.0%	100.0%

The fund's social performance is above its index regarding the presence of women on the board, and slightly below the index regarding job cuts.

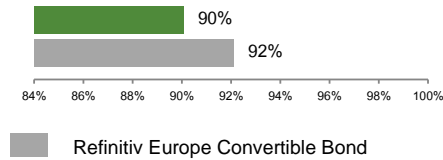
### 1.3. Performance in terms of Governance

#### Fund performance vs the index Refinitiv Europe Convertible Bond

##### Board independence



##### Remuneration linked to ESG objectives



Coverage of 100.0% for M Convertibles SRI and 99.5% for the index Refinitiv Europe Convertible Bond

At the report date, the Director Board or Supervisory Board of 59 companies, or 100.0% of the fund's assets, which represent 100.0% of the invested portfolio, was analysed based on independence criteria (majority independent administrators).

Coverage of 100.0% for M Convertibles SRI and 99.5% for the index Refinitiv Europe Convertible Bond

At the report date, 60 companies, or 101.7% of the fund's assets, which represent 100.0% of the invested portfolio, publish the components of executive compensation (including whether or not it is indexed to ESG objectives).

The data used for these impact measurements comes from MSCI's ESG database. Given the scope of the values, the data is relatively available and of good quality. Implementing the selected indicator does not present any particular difficulty.

##### Board independence

Identify companies where the majority of directors are independent of employees, majority shareholders and governments.

##### Compensation linked to ESG objectives

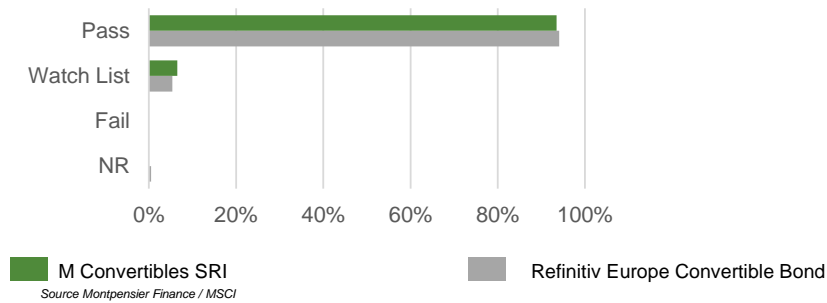
Identify companies that have integrated ESG criteria into executive compensation. This measurement is based on the reports published by the companies. It focuses strictly on whether or not these elements are included in the components of variable compensation, and does not take into account their effectiveness.

	28/06/24	30/06/23	30/06/22
<b>Board independence</b>			
M Convertibles SRI	96.0%	93.6%	93.9%
Refinitiv Europe Convertible Bond	95.5%	95.0%	94.7%
<b>Remuneration linked to ESG objectives</b>			
M Convertibles SRI	90.1%	88.9%	80.2%
Refinitiv Europe Convertible Bond	92.1%	82.9%	82.4%
<b>Coverage (% invested)</b>			
M Convertibles SRI	100.00%	97.67%	98.79%
Refinitiv Europe Convertible Bond	99.47%	98.32%	99.98%

The fund's governance performance outperforms that of its index in terms of the proportion of companies with a majority independent board of directors, but slightly lags behind regarding the proportion of companies which have integrated ESG criteria into the calculation of executive compensation.

## 1.4. Human Right Performance

### Companies' compliance to the principles of the United Nations Global Compact.



Coverage of 100.00% for M Convertibles SRI and 99.47% for the index Refinitiv Europe Convertible Bond

At the report date, the assessment of companies' compliance with the principles of the United Nations Global Compact (evaluated by MSCI ESG Research, the possible values are Fail, Watch List or Pass) focused on 59 companies, or 100.0% of the fund's assets, which represent 100.0% of the invested portfolio.

The data used for these impact measurements comes from MSCI's ESG database. Given the scope of the values, the data is relatively available and of good quality. Implementing the selected indicator does not present any particular difficulty.

#### Global Compact Compliance

This factor indicates whether a company is in compliance with the principles of the United Nations Global Compact. Possible values are Fail, Watch List or Pass. MSCI ESG Research uses controversy tracking to provide a Pass, Fail or Watch indicator, based on the severity of any alleged violations in which the company is involved.

	28/06/24	30/06/23	30/06/22
<b>Global Compact Compliance - Pass</b>			
M Convertibles SRI	93.5%	96.5%	94.0%
Refinitiv Europe Convertible Bond	94.1%	96.1%	95.3%
<b>Global Compact Compliance - Watch List</b>			
M Convertibles SRI	6.5%	3.5%	4.8%
Refinitiv Europe Convertible Bond	5.4%	2.9%	4.7%
<b>Global Compact Compliance - Fail</b>			
M Convertibles SRI	0.0%	0.0%	0.0%
Refinitiv Europe Convertible Bond	0.0%	1.0%	0.0%
<b>Global Compact Compliance - NR</b>			
M Convertibles SRI	0.0%	0.0%	1.2%
Refinitiv Europe Convertible Bond	0.5%	0.0%	0.0%
<b>Coverage (% invested)</b>			
M Convertibles SRI	100.00%	100.00%	98.79%
Refinitiv Europe Convertible Bond	99.47%	100.00%	99.98%

Human Rights performance is measured by under-exposure to companies identified as "Fail". Over the period, the fund was aligned with the index; indeed, we do not hold any stocks in our portfolio which are not aligned with the United Nations Global Compact.

## 1.5. Engaging Indicators summary

In the V2 framework of the SRI label, the portfolio must have obtained a better result on at least two indicators compared to the reference index or compared to the initial universe. A first indicator with a coverage rate of at least 90% and a second with a coverage rate of at least 70%.

Within this framework, Montpensier Finance has set itself the objective of obtaining a better result on the two following indicators compared to the reference index:

	28/06/24	30/06/23	30/06/22
<b>Carbon Footprint</b>			
M Convertibles SRI	70	112	156
Refinitiv Europe Convertible Bond	80	140	155
<b>Global Compact Compliance - Fail</b>			
M Convertibles SRI	0.0%	0.0%	0.0%
Refinitiv Europe Convertible Bond	0.0%	1.0%	0.0%

## 2. Controversies

### 2.1. Controversies monitoring

Montpensier Finance uses MSCI ESG Controversies to monitor controversies.

Exclusions linked to the occurrence or existence of controversies are implemented. Controversies are monitored on a weekly basis.

Values subject to a "Red" controversy are excluded from the investment universe.

If a security held in the portfolio is the subject of a controversy which excludes it from the investment universe, the portfolio manager is to sell all or part of the line concerned, in the interest of unit holders, depending on market conditions.

### 2.2. Controversies during the period

Companies in the portfolio were not subject to any « Red » controversy.



### 3. Use of derivative instruments

#### 3.1. Principles

In practice, the Fund does not use derivatives.

The Fund is authorized to trade in forward financial instruments traded on regulated markets, with a view to hedging the portfolio and/or exposing it to risks linked to equities, securities and similar transferable securities, as well as to risks linked to market fluctuations; and, for hedging purposes only, to currency risk.

In practice, derivatives are used only very occasionally to manage exposure and make temporary adjustments to liability movements.

#### 3.2. Use of derivatives during the period

Over the past twelve months, the fund has not carried out any derivative transactions. Only forward FX transactions were carried out during the period.

Composition du Portefeuille  
M Convertibles SRI  
au 28/06/2024



ISIN	TITRE	DEVISE	% OPC	NOTATION ESG SOUS-JACENT <small>Source Montpensier Finance / MSCI</small>	
	Liquidités, quasi-liquidités & eventuels OPC	EUR	7.79%		
FR0014003Z32	Safran - 0% - 04/2028	EUR	3.34%	A	MSCI
XS2211997239	STMicroelectronics - 0.00% - 08/2027	USD	3.14%	AAA	MSCI
XS2557565830	Iberdrola - 0.8% - 12/2027	EUR	2.68%	AAA	MSCI
DE000A3E4597	Zalando - 0.625% - 08/2027	EUR	2.57%	AA	MSCI
FR001400M9F9	Schneider Electric - 1.97% - 11/2030	EUR	2.56%	AAA	MSCI
XS2637952610	Eni - 2.95% - 09/2030	EUR	2.49%	A	MSCI
FR001400F2K3	Spie - 2% - 01/2028	EUR	2.46%	A	MSCI
XS2257580857	Cellnex Telecom - 0.75% - 11/2031	EUR	2.40%	AA	MSCI
XS2431434971	JP Morgan Chase (Sanofi) - 0% - 01/2025	EUR	2.39%	A	MSCI
XS2296021798	Just Eat (Takeaway.com) - 0.625% - 02/2028	EUR	2.38%	AA	MSCI
XS2470870366	JP Morgan Chase Financial (Deutsche Telekom) - 0% - 0	EUR	2.24%	BBB	MSCI
XS2276552598	Pirelli - 0% - 12/2025	EUR	2.23%	AA	MSCI
FR001400R1R6	Schneider Electric - 1.625% - 06/2031	EUR	2.22%	AAA	MSCI
XS2677538493	Saipem - 2.875% - 09/2029	EUR	2.16%	A	MSCI
XS2021212332	Cellnex Telecom - 0.5% - 07/2028	EUR	2.16%	AA	MSCI
DE000A3E5KG2	Tui AG - 5% - 04/2028	EUR	2.15%	BBB	MSCI
DE000A289T23	LEG Immobilien - 0.4% - 06/2028	EUR	2.06%	AAA	MSCI
BE6339419812	GBL (Pernod Ricard) - 2.125% - 11/2025	EUR	2.03%	AA	MSCI
XS2740429589	Davide Campari - 2.375% - 01/2029	EUR	2.01%	A	MSCI
XS2343113101	International Consolidated Airlines - 1.125% - 05/2028	EUR	1.96%	BBB	MSCI
XS2166095146	Just Eat - 1.25% - 04/2026	EUR	1.94%	AA	MSCI
FR0014008OH3	BNP Paribas - 0% - 05/2025	EUR	1.92%	AA	MSCI
FR00140001X1	Volitalia - 1% - 01/2025	EUR	1.88%	A	MSCI
XS1908221507	Qiagen USD - 1% - 11/2024	USD	1.86%	AA	MSCI
DE000A30VFN9	Rag Stiftung (Evonik) - 1.875% - 11/2029	EUR	1.80%	AA	MSCI
FR0013520681	Artemis (Puma) - 0% - 06/2025	EUR	1.77%	AAA	MSCI
DE000A30V8T1	Rheinmetall - 2.25% - 02/2030	EUR	1.74%	A	MSCI
FR0014003YP6	Edenred - 0% - 06/2028	EUR	1.72%	AA	MSCI
FR001400GVB0	Wendel (Bureau Veritas) - 2.625% - 03/2026	EUR	1.58%	AA	MSCI
XS2154448059	Amadeus - 1.5% - 04/2025	EUR	1.58%	AAA	MSCI
FR001400NF10	Orpar (Remy Cointreau) - 2% - 02/2031	EUR	1.54%	AA	MSCI
XS2597741102	Cellnex Telecom - 2.125% - 08/2030	EUR	1.53%	AA	MSCI
XS2339426004	DiaSorin - 0% - 05/2028	EUR	1.50%	BBB	MSCI
BE6327660591	Sagerpar (GBL) - 0% - 04/2026	EUR	1.47%	A	MSCI
DE000A287RE9	Shop Apotheke Europe - 0% - 01/2028	EUR	1.35%	AAA	MSCI
XS2782912518	Citigroup (LVMH) - 1% - 04/2029	EUR	1.30%	AA	MSCI
DE000A3E44N7	Rag Stiftung (Evonik) - 0% - 06/2026	EUR	1.28%	AA	MSCI
DE000A3E46Y9	TAG Immobilien - 0.625% - 08/2026	EUR	1.21%	A	MSCI
FR001400AFJ9	Elis - 2.25% - 09/2029	EUR	1.20%	A	MSCI
XS2305842903	Nexi - 0% - 02/2028	EUR	1.13%	AA	MSCI
XS2693301124	SNAM SPA (Italgas) - 3.25% - 09/2028	EUR	1.06%	AA	MSCI
XS2630795404	Lagfin (Campari) - 3.5% - 06/2028	EUR	1.03%	A	MSCI
DE000A3H2UK7	Lufthansa - 2% - 11/2025	EUR	1.01%	AA	MSCI
FR0014000105	Soitec - 0% - 10/2025	EUR	0.97%	A	MSCI
XS2351465179	Jet2 - 1.625% - 06/2026	GBP	0.91%	BBB	MSCI
XS2566032095	Citigroup (L'Oréal) - 0% - 03/2028	EUR	0.84%	AA	MSCI
DE000A382293	Bechtle - 2% - 12/2030	EUR	0.82%	A	MSCI
XS2576250448	Merrill Lynch (TotalEnergies) - 0% - 01/2026	EUR	0.82%	AA	MSCI
XS2436579978	Glanbia Coop. (Glanbia) - 1.875% - 01/2027	EUR	0.74%	AA	MSCI
XS2590764127	FEMSA (Heineken) - 2.625% - 02/2026	EUR	0.66%	A	MSCI
XS2161819722	Nexi - 1.75% - 04/2027	EUR	0.64%	AA	MSCI
AT0000A33R11	Voestalpine AG - 2.75% - 04/2028	EUR	0.63%	A	MSCI
DE000A351MA2	Nordex - 4.25% - 04/2030	EUR	0.61%	A	MSCI
XS2354329190	Basic Fit - 1.5% - 06/2028	EUR	0.60%	AAA	MSCI
DE000A30V8S3	Rheinmetall - 1.875% - 02/2028	EUR	0.42%	A	MSCI
FR0013521085	Accor - 0.7% - 12/2027	EUR	0.40%	A	MSCI
XS2090948279	Ocado - 0.875% - 12/2025	GBP	0.39%	AA	MSCI
FR0014002JO2	Fnac Darty - 0.25% - 03/2027	EUR	0.38%	AA	MSCI
XS2465773070	BE Semiconductor Industries - 1.875% - 04/2029	EUR	0.37%	AA	MSCI

## Avertissement

Document non contractuel. Il est recommandé au donneur d'ordre, préalablement à toute prise de décision d'investissement ou de désinvestissement, de prendre connaissance des conditions de fonctionnement et des mécanismes régissant les marchés financiers, d'évaluer les risques y afférents et de recourir à tous moyens nécessaires à la bonne compréhension de ces mécanismes.

Dans ses choix d'investissement, l'investisseur doit toujours rester conscient du fait que certains actifs présentent des risques importants. LES CHIFFRES CITES ONT TRAIT AUX ANNEES ECOULEES. LES PERFORMANCES PASSEES NE SONT PAS UN INDICATEUR FIABLE DES PERFORMANCES FUTURES. Elles ne constituent en aucun cas une garantie future de performance ou de capital, qui peut ne pas être restitué intégralement. Les opinions émises dans le présent document peuvent être modifiées sans préavis. Le présent document ne constitue ni une offre d'achat, ni une proposition de vente, ni un conseil en investissement. Les valeurs citées sont susceptibles de ne pas/plus figurer dans les portefeuilles des OPC gérés par Montpensier Finance, et ne constituent en aucun cas une recommandation d'investissement ou de désinvestissement. La décision d'investir tient compte de toutes les caractéristiques, objectifs et risques de l'OPCVM. Il est recommandé, avant tout investissement, de LIRE ATTENTIVEMENT LE KID, LE PROSPECTUS et le DOCUMENT PRÉCONTRACTUEL SFDR DE L'OPCVM SOUSCRIT.

Montpensier Finance recommande à l'investisseur de consacrer le temps nécessaire à déterminer l'adéquation de l'investissement à son patrimoine et à définir la répartition diversifiée de ses avoirs conformément à ses objectifs, à ses contraintes, y compris règlementaires, et à son horizon de placement. Plus cet horizon est court, moins il convient de prendre des risques. Il convient également qu'il vérifie l'horizon de placement de l'OPCVM et la catégorie d'investissement spécifiés dans le prospectus.

Les informations figurant dans le présent document, obtenues auprès de sources qui peuvent être considérées comme fiables, n'ont pas fait l'objet de vérifications et ne sauraient engager la responsabilité de Montpensier Finance. Montpensier Finance est susceptible de détenir des liens d'intérêt (notamment promoteur, gestionnaire ou distributeur) ou de détenir des positions sur les OPCVM ou les valeurs éventuellement mentionnés. Ce document est la propriété intellectuelle de Montpensier Finance. Le prospectus de l'OPCVM, le PCD et le KID sont disponibles chez Montpensier Finance et sur [www.montpensier.com](http://www.montpensier.com).

**Les valeurs éventuellement citées dans le présent document sont susceptibles de ne plus figurer dans les portefeuilles des OPCVM gérés par Montpensier Finance, et ne constituent en aucun cas une recommandation d'investissement ou de désinvestissement.**