



M Global Convertibles

Active Management
Global convertible bonds



31 DECEMBER 2024

IC SHARE CLASS

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Presentation

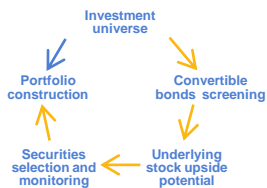
The objective of **M Global Convertibles** fund, which is based on global bond and equity markets, is to outperform Refinitiv (ex Thomson Reuters) Global Focus Hedged Convertible Bond EUR (UCBIFX14) index over the medium term, through discretionary investment management.

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

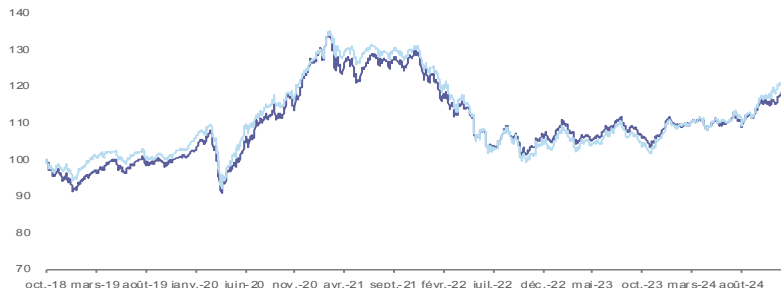
The **M Global Convertibles** portfolio construction process is based on **five key tenets** :



Risk indicator - SRI



Discretionary management risk • Capital loss risk • Risk related to holding convertible bonds • Foreign exchange market risk • Equity risk • Small cap equity investments Risk • Sustainability risk • Emerging Market Investment Risk • Volatility Risk • Rate Risk • Credit Risk • Speculative Securities Risk • Risk on Subordinated Securities • Derivatives Risk • Counterparty Risk • Liquidity Risk.



PERFORMANCES & RISK INDICATORS

	M Global Conv. (IC)	Fund Benchmark *
Perf. 2019	10.5%	10.1%
Perf. 2020	24.4%	21.5%
Perf. 2021	-3.1%	-1.8%
Perf. 2022	-14.7%	-17.8%
Perf. 2023	6.0%	7.6%
Perf. YTD - 2024	3.9%	6.9%
Perf. 5 years	13.3%	12.8%
Perf. Inception (a)	15.9%	18.6%
Volatility 1 year	6.4%	6.2%
Volatility 5 years	10.0%	9.6%

Source Bloomberg-Montpensier / (a) 10/04/2018

Performance calculation: rolling month-end NAV.
* Benchmark : Refinitiv Global Focus Hedged Convertible Bond Index (UCBIFX14).

** Measuring the variation of convertible bond price related to a variation of 1% of the underlying stock price.

*** Volatility and TE calculation: Friday NAV, rolling weekly steps.

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

SECTOR BREAKDOWN (1)

(UNDERLYING BY DELTA CONTRIBUTION)

	Port.	Index	Δ%
Technology	12.8%	8.8%	
Industrial Goods & Serv	6.6%	3.4%	
Health Care	4.9%	4.3%	
Travel & Leisure	4.7%	5.7%	
Retail	2.7%	2.7%	
Telecommunications	2.2%	1.4%	
Insurance	1.9%	1.6%	
Consumer Prod. & Serv	1.8%	1.5%	
Automobiles & Parts	1.6%	1.7%	
Real Estate	1.4%	2.2%	
Energy	1.1%	0.5%	
Utilities	0.9%	4.8%	
Construction & Material	0.7%	0.7%	
Financial Services	0.5%	1.1%	
Banks	0.4%	0.3%	
Food & Beverage	0.2%	0.4%	
Chemicals	0.1%	0.5%	
Basic Resources	0.1%	0.8%	
Media	0.0%	0.8%	
Pers. Care, Drug & Gro	0.0%	0.0%	
Others	0.0%	0.0%	
Equity Sensitivity**	44.7%	43.1%	

(1) Portfolio invested only in Convertible Bonds
Source Montpensier Finance / Refinitiv

TECHNICAL CHARACTERISTICS

	M Global Conv.
Equity Sensitivity **	44.7
Modified Duration	3.9
YTM	-3.1%
Weighted Av. of holdings with positive YTM	1.2%
Current Yield	1.2%
Premium	46.3%
Credit Spread (bp)	181.7
Rho	-2.0
Vega	0.5
Credit Sensitivity	-3.1

NAV / FUND TOTAL ASSET

NAV (IC)	579.27
Fund Total Assets	€ 103.0M

COUNTRY BREAKDOWN (1)

(UNDERLYING BY DELTA CONTRIBUTION – COUNTRY OF RISK)

	Port.	Index	Δ%
United-States	21.7%	26.2%	
China	9.2%	6.5%	
France	3.0%	1.5%	
Japan	2.3%	2.5%	
Germany	2.0%	0.8%	
Italy	1.3%	0.3%	
Spain	1.3%	0.7%	
United Kingdom	1.3%	0.5%	
Singapore	0.9%	1.1%	
#N/A	0.6%	0.0%	
Others	1.2%	3.1%	
Equity Sensitivity**	44.7%	43.1%	

Source Montpensier Finance / Refinitiv



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 overleaf.



PORTFOLIO

December was marked by notable divergences in stock markets, with trends reversing compared to November. Except for the Nasdaq, most U.S. equities markets declined, while the majority of other international stock exchanges posted gains. The Federal Reserve implemented a third rate cut but is expected to pause afterward. The European Central Bank continues its monetary easing, while China is gradually advancing its stimulus measures.

Global convertible bonds consolidated but achieved a significantly positive annual performance for the second consecutive year. M Global Convertibles gained 3.94% in 2024.

The primary market recorded one of its strongest years, with \$119 billion in issuances, and December reflected this momentum with 22 new issues: 19 in the United States, 2 in Asia, and 1 in Europe. Notable issuances include Affirm 0.75% 2029, Nutanix 0.5% 2029, Mara 0% 2031, Datadog 0% 2029, Live Nation 2.875% 2030, and Bill 0% 2030 in North America; Hosiden 0% 2031 in Asia; and Alphasave 3.75% 2030 in Europe.

We participated in 4 of these new issuances, financing the purchases through sales or reductions in positions such as Soitec 0% 2025, Bloom Energy 3% 2028, Shift4 Payments 0% 2025, Axon 0.5% 2027, Datadog 0% 2025, Guardant 0% 2027, and Bill 0% 2027.

FOCUS: XIAOMI

SDG 9



xiaomi **Xiaomi is a Chinese technology company founded in 2010, listed in Hong Kong, and specializing in the production of electronic devices.**

Initially recognized for its affordable and innovative smartphones, the company has diversified to become a key player in connected products and the Internet of Things (IoT) ecosystem. Xiaomi operates with an efficient business model, offering consumers an attractive price-to-quality ratio. Growth prospects are positive, with revenues expected to increase by +27% in 2024, reaching 354 billion yuan (approximately \$43 billion).

In addition, Xiaomi continues its international expansion strategy, ranking as the 5th largest global smartphone vendor. The group has also accelerated its development in the electric vehicle market, achieving promising results. In its latest quarterly results, deliveries of its new SU7 sedan exceeded 100,000 units, prompting an upward revision of the annual target to 130,000 vehicles delivered. A second model is set to launch in 2025, with a third model potentially planned by 2026.

Xiaomi has a zero-coupon convertible bond maturing in 2027, valued at \$855 million, with a mixed profile (delta: 63%) and trading at 115% of par.



Source : XIAOMI

FUND DATA

Legal Status	FCP UCITS V
Inception date	4th October 2018
Currency	EUR
Approved for public distribution in	France
Isin	IC: FR0013343142 IPC: FR00140075S5
Bloomberg	IC: MGCMFIC FP IPC: -
Asset Management Company	Montpensier Finance
Custodian	CACEIS Bank
Valuation	Daily
Cut-off	11:00 AM CET
Investment horizon	5 years minimum
SFDR	8



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

Details of fees are available in the prospectus.



PROSPECTUS

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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 CCC-rated stocks in the portfolio. In addition, the breakdown of ESG ratings in the portfolio shows a greater number of AAA rated stocks than in the index.

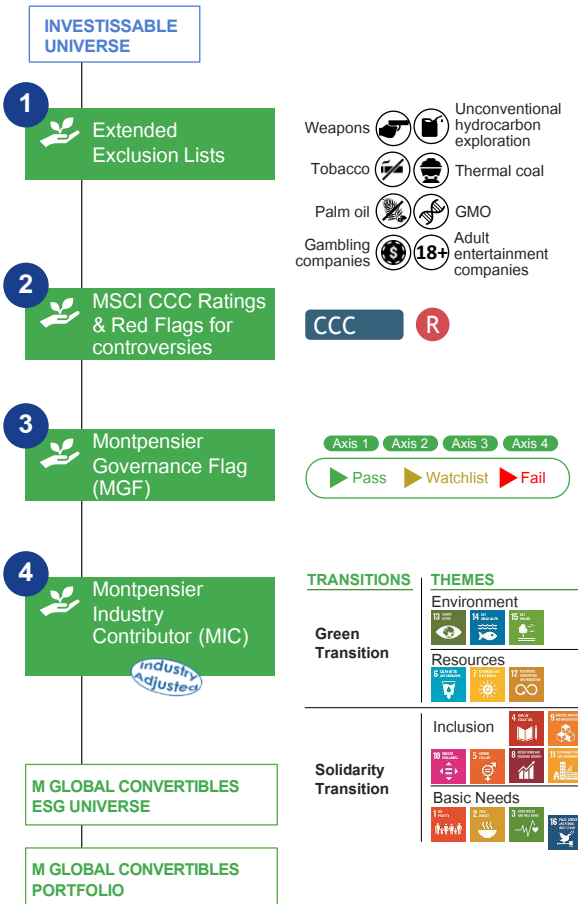
► SDG Impact Analysis

Our proprietary Montpensier Industry Contributor method allows us to analyse the relative environmental and social impact of our stocks in their sectors in line with the 17 UN SDGs. For example, this month we find that the portfolio has a particularly positive impact on SDGs 9, 8 and 13.

► Environmental performance

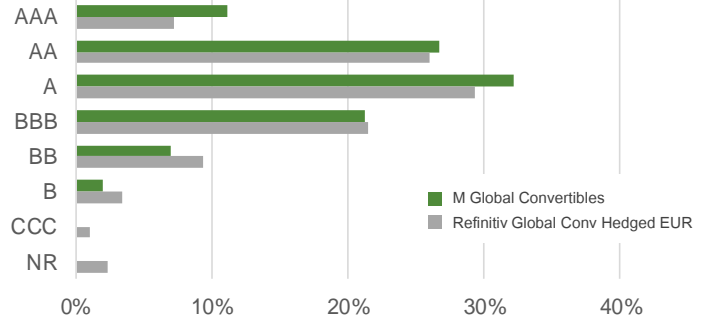
The portfolio's emissions are lower than the index in both the carbon footprint and the intensity.

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



The approach of taking into account extra-financial criteria is a selective approach, which is based on the proprietary 4-step extra-financial 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.

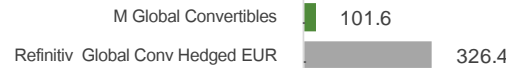
BREAKDOWN BY ESG RATING



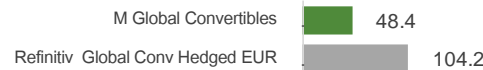
Source Montpensier Finance / MSCI / Refinitiv

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)*

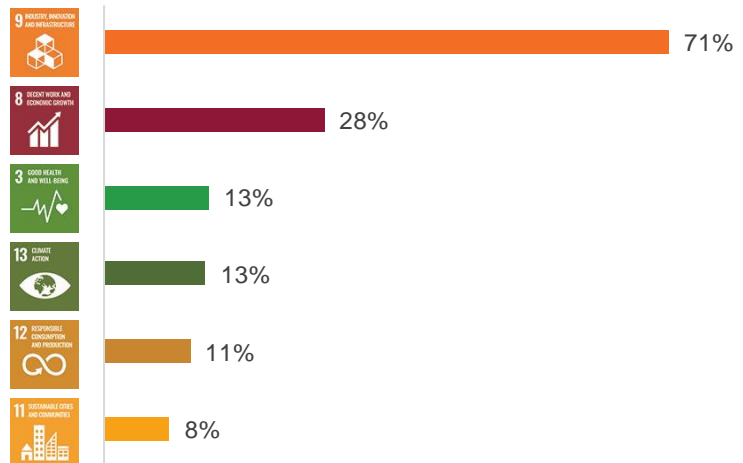


Available data for 99.92% of M Global Convertibles SRI and 97.06% of Refinitiv Global Conv Hedged EUR. At the date of the report, 88 companies, that is 78.57% of funds positions, accounting for 80.56% of the invested portfolio weight, officially disclose quantitative data about their GHG emissions (Scope 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