

OFI RS EUROPEAN CONVERTIBLE BOND GI

Monthly Factsheet - Convertible Bonds - february 2019



OFI RS EUROPEAN CONVERTIBLE BOND is a European convertible bond fund. It allows investors to benefit from the convexity of convertible bonds and part of the performance of a selection of European stocks. The fund's objective is to participate in the growth of tomorrow's leading companies by investing in their convertible issues to help finance their development.

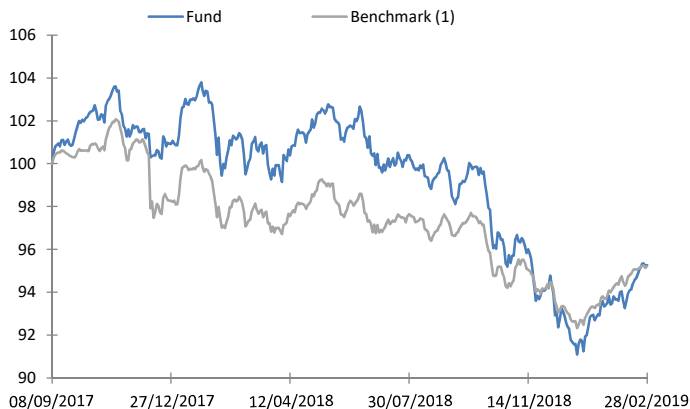
Key figures as of 28/02/2019

NAV of the part GI (EUR):	95,27
Net Assets of the part GI (EUR):	95,27
Total Net Assets (EUR M):	194,58
Delta:	32%
Modified duration:	2,03
Current yield:	1,10%
Number of holdings:	68

Characteristics

ISIN Code:	FR0013274941
Ticker:	OFIMCGI FP Equity
AMF Classification:	Diversified
Europeperformance Classification:	European convertible bonds
Management Company:	OFI Asset Management
Benchmark ⁽¹⁾ :	Thomson Reuters Europe Focus Hedged Convertibles Bond Index
Main Risks:	Capital and performance Market : equity, fixed income and credit Currency
Fund Manager:	Nancy Scribot Blanchet
Legal Form:	SICAV (UCITS IV)
Distribution Policy:	Capitalisation
Currency:	EUR
Inception date:	08/09/2017
Recommended investment horizon:	Over 3 years
Valuation:	Daily
Subscription cut-off:	D at 12h
Redemption cut-off:	D at 12h
Settlement:	D+2
Subscription fees Max/Real:	2%/None
Redemption fees Max/Real:	None/None
Outperformance fees:	None
Ongoing charge:	0,59%
Custodian:	CACEIS
Administrative agent:	CACEIS Fund Administration

Return since inception

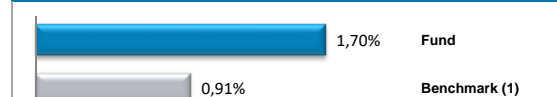


Source: Europeperformance

Risk Profile

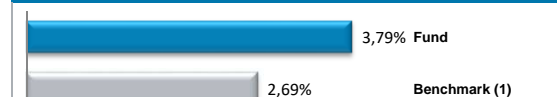
Level: 1 2 3 4 5 6 7

Monthly return



Source: Europeperformance

YTD return



Source: Europeperformance

Return & Volatility

	Since inception (cum.)		3 Years (cum.)		1 Year		YTD		6 Months	3 Months
	Return	Volat.	Return	Volat.	Return	Volat.	Return	Volat.	Return	Return
OFI RS EUROPEAN CONVERTIBLE BOND GI	-4,73%	6,52%	-	-	-5,79%	6,21%	3,79%	-	-4,45%	1,04%
Benchmark ⁽¹⁾	-4,79%	5,34%	-	-	-2,98%	4,25%	2,69%	-	-2,22%	1,10%

Source: Europeperformance

Monthly returns

	Jan.	Feb.	Mar.	Apr.	May	Jun.	Jul.	Aug.	Sep.	Oct.	Nov.	Dec.	Year	Benchmark
2017									1,50%*	1,66%	-1,51%	-0,73%	0,88%	-1,91%
2018	1,97%	-1,69%	-1,19%	1,69%	-0,58%	-0,57%	-0,38%	-0,36%	-0,23%	-3,01%	-2,28%	-2,65%	-9,01%	-5,48%
2019	2,06%	1,70%											3,79%	2,69%

*Return from 08/09/2017 to 29/09/2017

Source: Europeperformance

(1) Benchmark : Thomson Reuters Eurozone Focus Convertibles Hedged EUR

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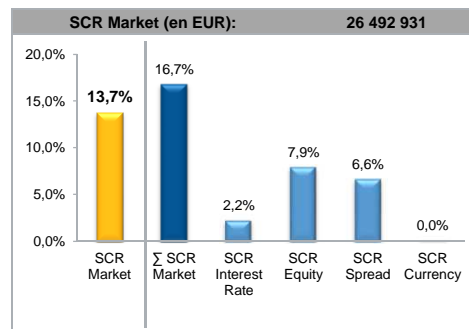


TOP 10 Holdings

Name	Weight
LVMH 0 2021_02	2,85%
SIEMENS 1.650 2019_08	2,63%
STMICROELECTRONICS 0.250 2024_07	2,47%
SIKA 0.150 2025_06	2,39%
EURAZEO/CA 0 2019_10	2,29%
QIAGEN 0.875 2021_03	2,19%
MTU AERO ENGINES HLDG 0.125 2023_05	2,15%
ENCE ENERGIA Y CELULOSA 1.250 2023_03	2,13%
DASSAULT AVIATION/AIRBUS 0 2021_06	2,12%
COVESTRO/BAYER 0.050 2020_06	2,10%
TOTAL	23,33%

Source: OFI AM

Solvency Capital Requirement



*Quarterly data as of 31/12/2018

Source: OFI AM

Asset management strategy

In the US, trade talks between Washington and Beijing made "significant progress", allowing the deadline for putting up customs duties on Chinese imports to be postponed. Meanwhile, the FOMC minutes confirmed the Fed's more accommodative tone, making an imminent rate hike increasingly unlikely. On the data front, job creation was once again very buoyant in January (304k) in spite of both the unemployment rate and average hourly pay rising as a result of the shutdown. In Europe, German Q4 GDP figures confirmed that the country had avoided a technical recession, which is more than can be said for Italy. As regards Brexit, Theresa May continued her efforts to secure a House of Commons majority in favour of a deal. Lastly, in Asia, China's domestic economy remained sluggish, with imports plummeting, consumption still weak and vehicle sales contracting further, while growth in outstanding credit picked up sharply. Meanwhile, the Japanese economy grew in Q4 2018, with growth still more reliant on domestic factors, while companies stepped up investment.

Against this backdrop, buoyed by the truce in the trade war, equity markets continued to rise, with the Euro Stoxx 50 up 4.9%, the banking sector up 7.7% and the S&P 500 up 3% in the month. In credit, the 5-year Crossover continued to tighten, up 34 bps to 276 bps, while German 10-year yields held more or less steady at 0.18% (up 3 bps). In currencies, the euro lost ground to sterling (down 1.8%), the dollar (down 0.7%) and the Swiss franc (down 0.3%). Against this backdrop, European convertible bonds once again rose in the month, with the Thomson Reuters Europe Focus Hgd (EUR) up 0.91%, while OFI RS European Convertible Bond gained 1.70%.

The European primary market was completely closed from mid-January onwards, with year-to-date issues totalling a mere €450 million.

As regards performance, the negative contributors were Ubisoft 2021 (-19 bps; down 13.3% after the group lowered its sales forecasts), Greenyard 2021 (-4 bps; down 5.1%) and Deutsche Wohnen 2026 (-4 bps; down 2.3%). The top positive contributors were Vallourec 2022 (+37 bps; up 27.3% after the company reported reassuring Q4 results and ruled out a share issue in the short term), LVMH 2021 (+17 bps; up 6.5% as the group continued its momentum, acquiring Belmond), Euro Stoxx 50 futures (+14 bps; up 4.6%), Genfit 2022 (+12 bps; up 7% after the group issued results in line with expectations and reported a satisfactory cash position [€207 million]) and Econocom (+11 bps; up 14.6% after the company reported 2018 revenue growth of 8% and an investor significantly reduced a short position).

In terms of changes, following the reduction in sensitivity at the very end of January, we sold only Saint-Gobain/Wendel 2019 due to its very short maturity and almost non-existent returns. The month-end cash position was 9%.

Portfolio equity sensitivity was 32% at end February, the current yield was 1.1% for an average maturity of 3.1 years and the modified duration was 2.03.

Nancy Scribot Blanchet - Fund Manager(s)

SCR informations

The aggregate SCR represents the total of all underlying risks. It does not take into account the effects of diversification.

The SCR Market represents the capital requirement taking into account the various risk factors (see correlation matrix arising under regulation n°2015/35).



Main movements of the month

Buy / Increase

Name	Weight M-1	Weight M

Source: OFI AM

Sell / Decrease

Name	Weight M-1	Weight M
SAINT GOBAIN/WENDEL 0 2019_07	1,07%	Sell

Source: OFI AM

Statistical indicators (compared to the benchmark on a 1 year rolling basis)

Bêta	Alpha	Tracking Error	Sharpe Ratio ⁽²⁾	Information Ratio	Frequency of profit	Worst draw down
1,34	-0,03	2,83%	-0,67	-0,91	50,98%	-10,76%

Source: Europeperformance

(2) Risk free rate: compounded EONIA

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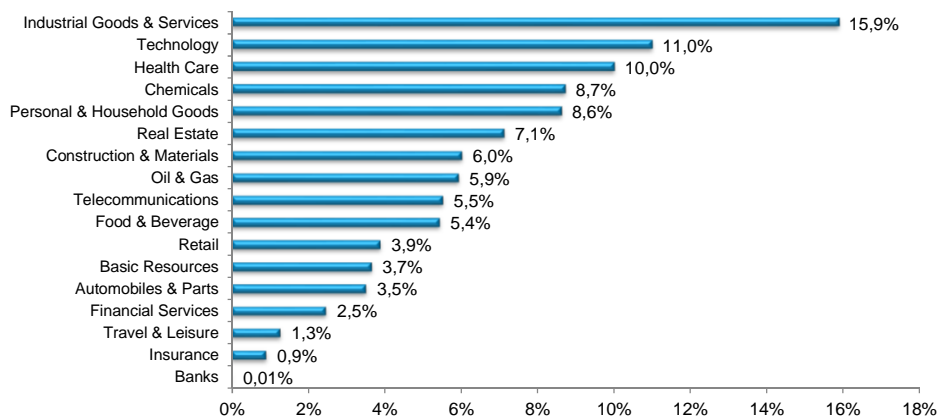


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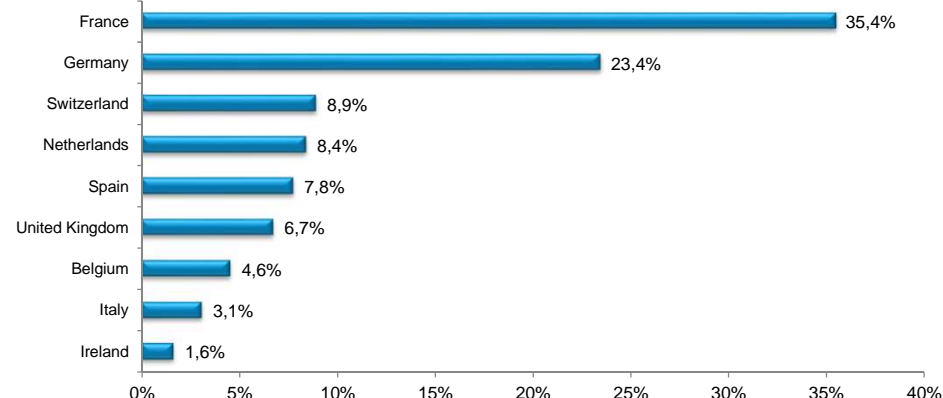


Sector breakdown (invested part)



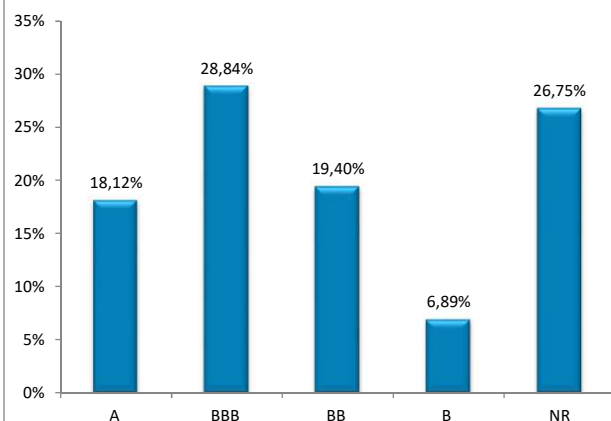
Source: OFI AM

Geographical breakdown (invested part)



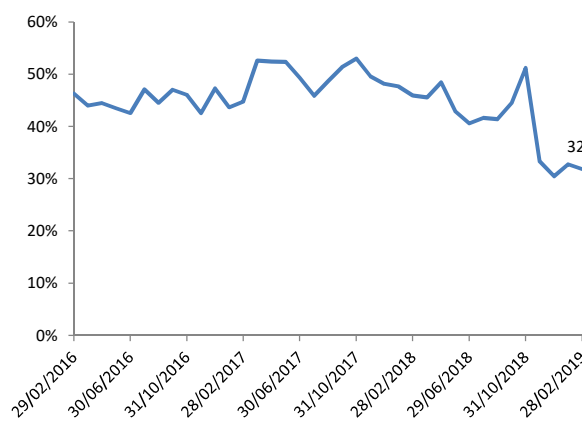
Source: OFI AM

Rating breakdown (invested part)



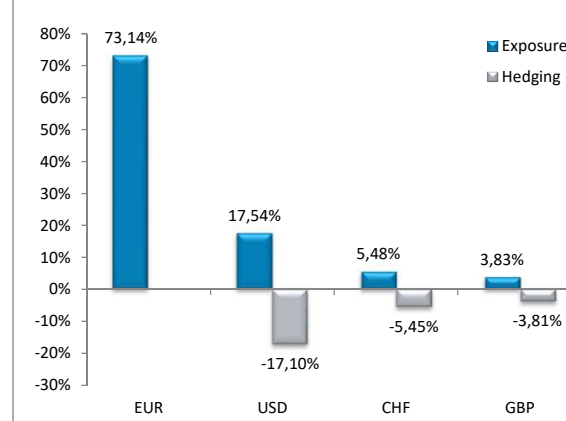
Source: OFI AM

Delta evolution (monthly)



Source: OFI AM

Currency breakdown



Source: OFI AM

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