



EDMOND
DE ROTHSCHILD

EDMOND DE ROTHSCHILD FUND GLOBAL SUSTAINABLE CONVERTIBLES



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*Fund Managers**



**THIBAUT
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Responsible investment within an asset class rich in opportunities

► Edmond de Rothschild Fund Global Sustainable Convertibles seeks to outperform the Thomson Reuters Global Focus Investment Grade Hedged Convertible Bond Index, over a three-year investment horizon, by investing in international convertible or exchangeable bonds according to an SRI approach: selected securities are issued by companies seeking to combine financial profitability with a sustainable development policy.



KEY POINTS

An SRI-labelled fund specialising in international convertible bonds

An original strategy combining the advantages of convertible bonds with a responsible investing approach

A seasoned management team of three managers within the Edmond de Rothschild AM's Fixed Income platform

A defensive approach thanks to an equity sensitivity comprised between 0% and 45% and credit risk mitigation

The fund may be exposed to capital loss risk

EdR Fund Global Sustainable Convertibles is intended for investors seeking exposure to the international convertible bond market who also wish to give meaning to their investments through a responsible approach. It can also represent a diversification tool within a balanced asset allocation.

A GLOBAL INVESTMENT UNIVERSE, A CONSERVATIVE APPROACH

The fund grants access to a large international investment universe, regardless of the selected company's geographical region, sector or market capitalisation size.

The management framework that has been put in place is intended to limit risks.

Thus:

- equity market sensitivity¹ ranges between 0% and 45%,
- exposure to high yield securities² is limited to 35%,
- emerging market exposure may not exceed 40%.

The integration of ESG criteria is intended to reduce risks and reinforce the product's defensive profile.

Our selection approach is two-fold: by taking extra-financial criteria into account and through our bond picking capabilities based on technical convertible bonds analysis, credit and equity analysis of the issuers.

Securities are selected implementing a "Best in universe" approach, which favours top ranked issuers, regardless of ratings and sectors.

1. Equity sensitivity corresponds to the impact of the underlying equity price change on the convertible bond one.

2. Corporate Bonds that have a higher default risk than investment grade bonds and offer a higher coupon in exchange.

Edmond de Rothschild Fund Global Sustainable Convertibles is a sub-fund of the Luxembourg-registered SICAV authorised by the CSSF and authorised for marketing in France, Luxembourg, Austria, Germany, Spain, United Kingdom, Netherlands. Until 30/10/2019, the sub-fund was called "EdR Fund - Convexity".



Label
ISR

*The fund managers presented in this document may not be the same over the entire life of the product.

CONVERTIBLE BONDS: PROVEN EXPERTISE

- ▶ Edmond de Rothschild Asset Management: a **historic player** and **pioneer in convertible bonds**, since 1993.
- ▶ A management team of **three experienced portfolio managers with a multi-region and multi-sector expertise, thereby covering the whole investment universe.**
- ▶ An embedded team in the **Corporate Debt division** comprised of 13 professionals with complementary profiles in different market segments.

FUND INFORMATION

Inception date: 27/11/2012 (change of name and strategy on 31/10/2019)

ISIN codes: A share: LU1160368194 / I share: LU1160370091

Maximum management charges: A share: 1% net / I share: 0,55% net

Variable management fees: 15% of performance in excess of the benchmark

Minimum initial subscription: A share: 1 share / I share: € 500 000

Front load charge: Maximum 1% (zero for institutional units)

Redemption charges: None

Benchmark: Thomson Reuters Global Focus Investment Grade Hedged Convertible Bond Index

Recommended investment horizon: > 3 years

SUBFUND RISK PROFILE

The fund is in risk category 3 (A and I units), which corresponds to the type of securities and geographic regions detailed in the "Objectives and investment policy" section of the Key Investor Information Document (KIID).

Credit risk: the main risk is default by the issuer, either in terms of the non-payment of interest and/or the non redemption of capital. Credit risk is also linked to any deterioration in the creditworthiness of an issuer. The holder will note that the sub-fund's net asset value is likely to fall in the event a total loss is recorded on an operation following the default of a counterparty. The presence of private company debts either directly or via the intermediary of a sub-fund in the portfolio exposes the sub-fund to the effects of a change in credit quality.

Risk of capital loss: the sub-fund is not guaranteed or protected. This means that

EDMOND DE ROTHSCHILD ASSET MANAGEMENT: A MAJOR PLAYER IN RESPONSIBLE INVESTING

- ▶ **€4 billion** in SRI assets under management.
- ▶ **Over 10 years** of experience.
- ▶ A dedicated team of **four specialists** supported by a dozen SRI correspondents within the various management teams.
- ▶ A **proprietary analysis model** that offers analytical flexibility, responsiveness and independence.

* Shares described herein are the main euro-denominated shares.

The fund also has shares in USD, CHF, GBP.

Please ask your sales contact for any further information.

The SRI label is a tool for choosing responsible and sustainable investments. Created and supported by the French Ministry of Finance, the label aims to make socially responsible investment (SRI) products more visible for savers in France and Europe.



the capital initially invested may not be returned in full even if subscribers hold their units for the entire recommended investment period.

Risk related to the holding of convertible bonds: the value of convertible bonds depends on multiple factors: interest rate levels, changes in the price of the underlying assets, changes in the price of the derivative embedded in the convertible bond. These various elements may result in a decrease in the sub-fund's net asset value.

Interest rate risk: the presence of fixed income products in the assets exposes the sub-fund to the effects of interest rate fluctuations. Interest rate risk relates to a potential fall in the value of a security in the event of a change in the yield curve.

Risk related to SRI (Socially Responsible Investment)-based selection: the selection of SRI securities can cause the UCITS to depart from the benchmark.

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