



# IMPACT REPORT

## M CONVERTIBLES

December 31, 2024

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

## M CONVERTIBLES

Un fonds **Obligations Convertibles Euro**

Des convictions associées à une **méthode propriétaire éprouvée** et intégrant une **analyse extra-financière**

### 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 extra-financière** : **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.

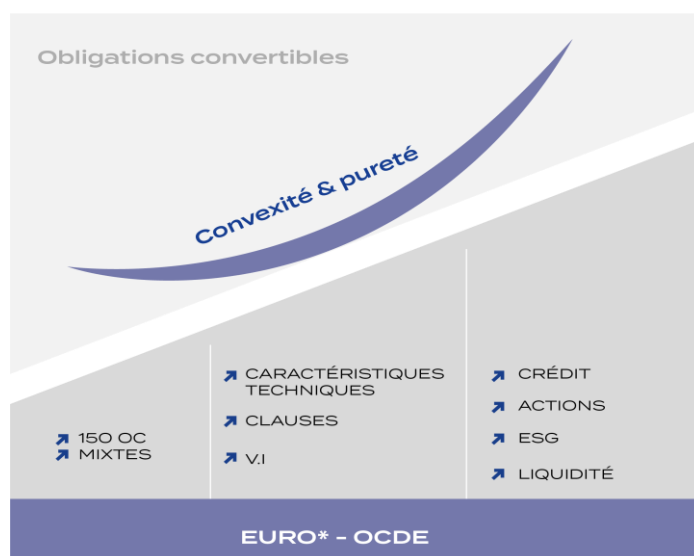
### Méthode Convert

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 est fondée sur 2 axes : la pureté et la convexité.

Les investissements sont réalisés sur la zone Euro et les États de l'OCDE\*.



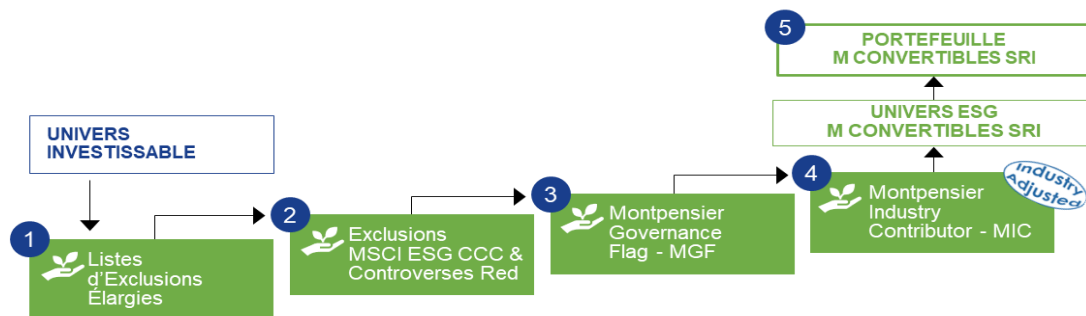
\* Si émission non euro couverture du risque de change.

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

- ✓ notre méthodologie d'analyse extra-financière 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 extra-financière

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 extra-financière **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 :

- ✓ 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-jacentes notées « CCC » ou « Vigilance Controverse Rouge » ;
- ✓ Les sociétés sous-jacentes ne présentant pas de bonnes pratiques de gouvernance, identifiées selon la méthode MGF ;
- ✓ Les sociétés sous-jacentes présentant un impact social et environnemental négatif, mesuré selon la méthode MIC.

## Gouvernance et Impact :

Notre analyse extra-financière 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** 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<br>(investisseurs institutionnels) |
| Code Isin                 | IC: FR0013084357, ID: FR0013084365,<br>AC: FR0013083680, AD: FR0013084340                  |
| Code Bloomberg            | IC: MFMCVIC FP, ID: MFMCVID FP,<br>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                                                                          |

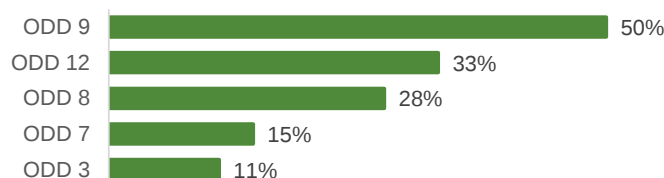
## Indicateur de référence et comparaison historique

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

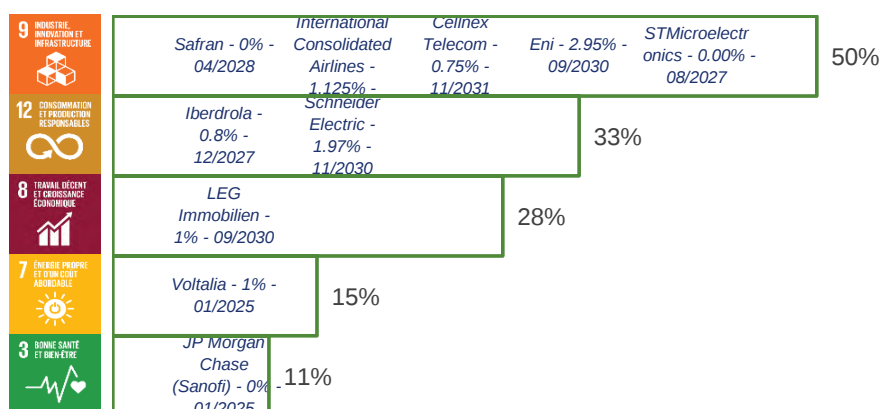
#### Impact analysis based on SDGs



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

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



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

|                                                                                                                                                                                                                                                                                                             | 31/12/24 | 29/12/23 | 30/12/22 |
|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------|----------|----------|
| <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                                                                                                                                                                                                                                        | 10%      | 15%      | 26%      |
| 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%       | 1%       |
| SDG 7 : Ensure access to affordable, reliable, sustainable and modern energy for all                                                                                                                                                                                                                        | 15%      | 13%      | 7%       |
| SDG 12 : Ensure sustainable consumption and production patterns                                                                                                                                                                                                                                             | 33%      | 23%      | 19%      |
| <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                                                                                                                                                                                | 28%      | 22%      | 20%      |
| SDG 9 : Build resilient infrastructure, promote inclusive and sustainable industrialization and foster innovation                                                                                                                                                                                           | 50%      | 42%      | 34%      |
| SDG 10 : Reduce inequality within and among countries                                                                                                                                                                                                                                                       | 0%       | 4%       | 0%       |
| SDG 11 : Make cities and human settlements inclusive, safe, resilient and sustainable                                                                                                                                                                                                                       | 9%       | 10%      | 16%      |
| <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                                                                                                                                                                                                                                     | 11%      | 14%      | 19%      |
| 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 impacts relate to SDG 12, "Responsible consumption and production", and SDG 8, "Decent work and economic growth".

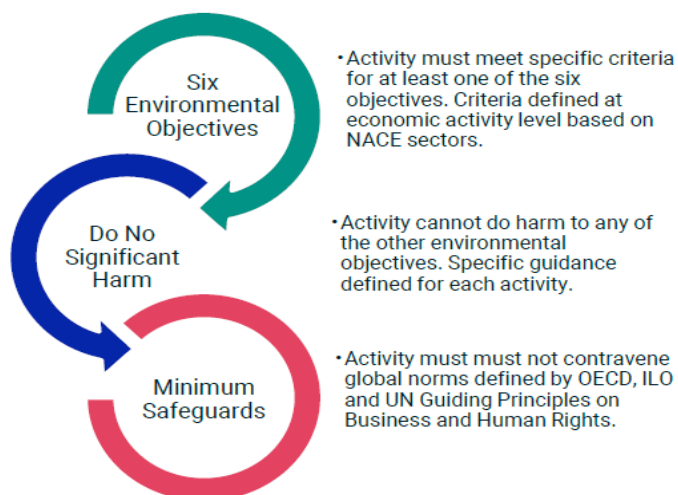
### Sustainable Investment

54.34% of the invested portfolio excluding cash and cash equivalents and any collective investment schemes (meaning 54.24% 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:

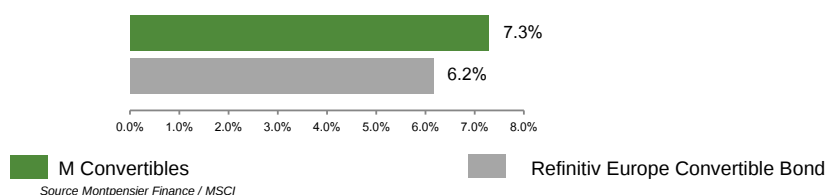
1. **Own performance**: direct economic activities that make a substantial contribution based on already-reduced environmental impact (e.g., power producers that use alternative energy sources, closed loop zero-waste manufacturing)
2. **Enabling activities** where products or services enable a substantial 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 and 100.00% for the index Refinitiv Europe Convertible Bond

At the report date, 62 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.

|                                    | 31/12/24 | 29/12/23 | 30/12/22 |
|------------------------------------|----------|----------|----------|
| <b>European Taxonomy alignment</b> |          |          |          |
| M Convertibles                     | 7.3%     | 7.8%     | 5.6%     |
| Refinitiv Europe Convertible Bond  | 6.2%     | 6.3%     | 3.3%     |
| <b>Coverage (% invested)</b>       |          |          |          |
| M Convertibles                     | 100.00%  | 100.00%  | 100.00%  |
| Refinitiv Europe Convertible Bond  | 100.00%  | 94.92%   | 87.24%   |

The fund's alignment to the European Taxonomy is above 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.

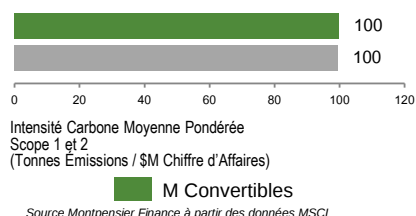
- Scope 3 :

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.

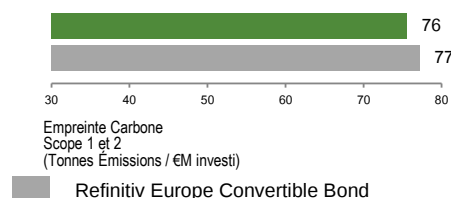
## Carbon measures of the portfolio versus the index Refinitiv Europe Convertible Bond

### Scopes 1 and 2

#### Weighted Average Carbon Intensity



#### Carbon Footprint



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

At the report date, 58 companies, or 93.5% of the fund's companies, which represent 95.5% 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 mutual fund's position relative to the company's EVIC (in € million).

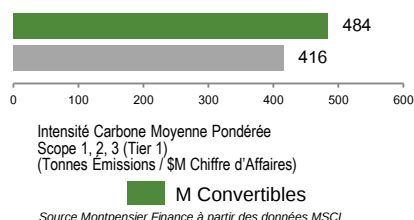
| Scopes 1 et 2                            | 31/12/24 | 29/12/23 | 30/12/22 |
|------------------------------------------|----------|----------|----------|
| <b>Weighted Average Carbon Intensity</b> |          |          |          |
| M Convertibles                           | 100      | 109      | 124      |
| Refinitiv Europe Convertible Bond        | 100      | 105      | 118      |
| <b>Carbon Footprint</b>                  |          |          |          |
| M Convertibles                           | 76       | 70       | 106      |
| Refinitiv Europe Convertible Bond        | 77       | 71       | 117      |
| <b>Coverage (% invested)</b>             |          |          |          |
| M Convertibles                           | 100.00%  | 100.00%  | 100.00%  |
| Refinitiv Europe Convertible Bond        | 100.00%  | 100.00%  | 99.16%   |

The portfolio's weighted average carbon intensity and carbon footprint are in line with the index.

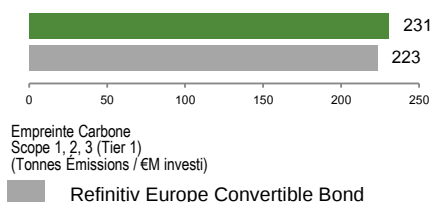
NB: Under Delegated Regulation (EU) 2022/1288, from December 2023 on, the carbon footprint is standardised by EVIC (Enterprise Value + Cash). Previously, this normalisation was based on market capitalisation.

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

#### Weighted Average Carbon Intensity



#### Carbon Footprint



Coverage of 100.00% for M Convertibles and 100.00% 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 | 31/12/24 | 29/12/23 | 30/12/22 |
|-------------------------------------------------|----------|----------|----------|
| <b>Weighted Average Carbon Intensity</b>        |          |          |          |
| M Convertibles                                  | 484      | 173      | 186      |
| Refinitiv Europe Convertible Bond               | 416      | 163      | 175      |
| <b>Carbon Footprint</b>                         |          |          |          |
| M Convertibles                                  | 231      | 95       | 153      |
| Refinitiv Europe Convertible Bond               | 223      | 96       | 159      |
| <b>Coverage (% invested)</b>                    |          |          |          |
| M Convertibles                                  | 100.00%  | 98.22%   | 98.90%   |
| Refinitiv Europe Convertible Bond               | 100.00%  | 97.27%   | 96.10%   |

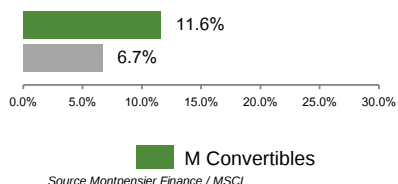
When Scope 3 Upstream is added: the portfolio's carbon intensity and footprint are higher than those of the index. As a reminder, Scope 3 Tier 1 used to previously take into account emissions from direct suppliers of the final product, while Scope 3 Upstream has a broader scope, which takes into account emissions linked to the transport and distribution of products purchased by the company between its Tier 1 suppliers and its operations, in addition to other services such as inbound logistics, outbound logistics, transport and distribution between the company's sites.

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.

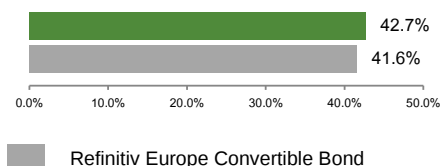
## 1.2. Social Performance

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

#### Significant layoffs



#### Women on the board



Coverage of 84.0% for M Convertibles and 76.7% for the index Refinitiv Europe Convertible Bond

At the report date, 50 companies, or 80.6% of the fund's companies, which represent 84.0% 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 and 100.0% for the index Refinitiv Europe Convertible Bond

At the report date, 62 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.

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 84% 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.

|                                   | 31/12/24 | 29/12/23 | 30/12/22 |
|-----------------------------------|----------|----------|----------|
| <b>Significant Layoffs</b>        |          |          |          |
| M Convertibles                    | 11.6%    | 13.4%    | 22.0%    |
| Refinitiv Europe Convertible Bond | 6.7%     | 12.8%    | 22.7%    |
| <b>Coverage (% invested)</b>      |          |          |          |
| M Convertibles                    | 84.01%   | 98.3%    | 100.0%   |
| Refinitiv Europe Convertible Bond | 76.69%   | 86.6%    | 90.5%    |

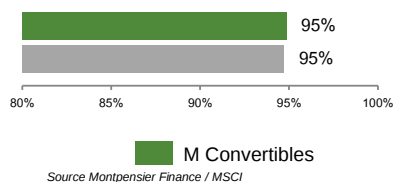
|                                   | 31/12/24 | 29/12/23 | 30/12/22 |
|-----------------------------------|----------|----------|----------|
| <b>Women on the Board</b>         |          |          |          |
| M Convertibles                    | 42.7%    | 42.1%    | 40.7%    |
| Refinitiv Europe Convertible Bond | 41.6%    | 40.9%    | 40.4%    |
| <b>Coverage (% invested)</b>      |          |          |          |
| M Convertibles                    | 100.00%  | 100.0%   | 100.0%   |
| Refinitiv Europe Convertible Bond | 100.00%  | 99.5%    | 99.2%    |

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

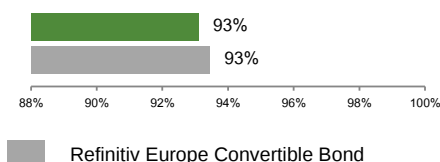
### 1.3. Performance in terms of Governance

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

##### Board independence



##### Remuneration linked to ESG objectives



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

At the report date, the Director Board or Supervisory Board of 62 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 and 100.0% for the index Refinitiv Europe Convertible Bond

At the report date, 63 companies, or 101.6% 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

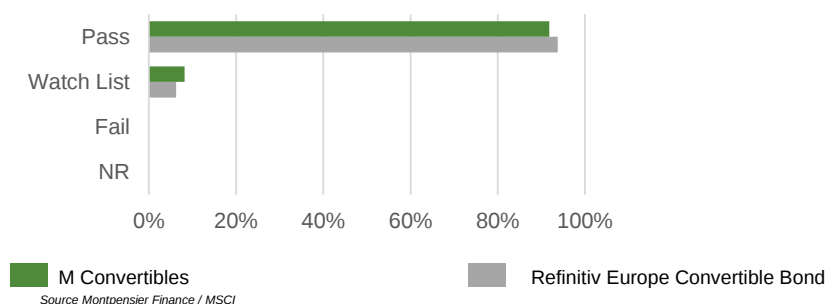
Identify companies that have integrated ESG criteria into executive compensation. This measurement is based on the reports published by the companies. It focuses strictly on whether or not these elements are included in the components of variable compensation, and does not take into account their effectiveness.

|                                              | 31/12/24 | 29/12/23 | 30/12/22 |
|----------------------------------------------|----------|----------|----------|
| <b>Board independence</b>                    |          |          |          |
| M Convertibles                               | 94.9%    | 97.7%    | 96.9%    |
| Refinitiv Europe Convertible Bond            | 94.7%    | 97.8%    | 97.0%    |
| <b>Remuneration linked to ESG objectives</b> |          |          |          |
| M Convertibles                               | 93.1%    | 93.9%    | 90.2%    |
| Refinitiv Europe Convertible Bond            | 93.4%    | 90.5%    | 78.8%    |
| <b>Coverage (% invested)</b>                 |          |          |          |
| M Convertibles                               | 100.00%  | 100.00%  | 100.00%  |
| Refinitiv Europe Convertible Bond            | 100.00%  | 99.53%   | 99.16%   |

The fund's governance performance is aligned to its index in terms of the proportion of companies with a majority independent board of directors, and 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 and 100.00% 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 62 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.

|                                               | 31/12/24 | 29/12/23 | 30/12/22 |
|-----------------------------------------------|----------|----------|----------|
| <b>Global Compact Compliance - Pass</b>       |          |          |          |
| M Convertibles                                | 91.8%    | 93.8%    | 97.1%    |
| Refinitiv Europe Convertible Bond             | 93.7%    | 95.1%    | 94.5%    |
| <b>Global Compact Compliance - Watch List</b> |          |          |          |
| M Convertibles                                | 8.2%     | 6.2%     | 2.9%     |
| Refinitiv Europe Convertible Bond             | 6.3%     | 3.8%     | 3.3%     |
| <b>Global Compact Compliance - Fail</b>       |          |          |          |
| M Convertibles                                | 0.0%     | 0.0%     | 0.0%     |
| Refinitiv Europe Convertible Bond             | 0.0%     | 1.1%     | 1.3%     |
| <b>Global Compact Compliance - NR</b>         |          |          |          |
| M Convertibles                                | 0.0%     | 0.0%     | 0.0%     |
| Refinitiv Europe Convertible Bond             | 0.0%     | 0.0%     | 0.8%     |
| <b>Coverage (% invested)</b>                  |          |          |          |
| M Convertibles                                | 100.00%  | 100.00%  | 100.00%  |
| Refinitiv Europe Convertible Bond             | 100.00%  | 100.00%  | 99.16%   |

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.

## 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  
au 31/12/2024



| ISIN         | TITRE                                                  | DEVISE | % OPC | NOTATION ESG SOUS-JACENT<br><small>Source Montpensier Finance / MSCI</small> |                     |
|--------------|--------------------------------------------------------|--------|-------|------------------------------------------------------------------------------|---------------------|
|              | Liquidités, quasi-liquidités & eventuels OPC           | EUR    | 0.20% |                                                                              |                     |
| FR0014003Z32 | Safran - 0% - 04/2028                                  | EUR    | 3.48% | BB                                                                           | MSCI                |
| XS2557565830 | Iberdrola - 0.8% - 12/2027                             | EUR    | 2.89% | AAA                                                                          | MSCI                |
| DE000A3L21D1 | LEG Immobilien - 1% - 09/2030                          | EUR    | 2.83% | AAA                                                                          | MSCI                |
| FR001400M9F9 | Schneider Electric - 1.97% - 11/2030                   | EUR    | 2.67% | AAA                                                                          | MSCI                |
| DE000A3E4597 | Zalando - 0.625% - 08/2027                             | EUR    | 2.65% | AA                                                                           | MSCI                |
| XS2343113101 | International Consolidated Airlines - 1.125% - 05/2028 | EUR    | 2.57% | A                                                                            | MSCI                |
| XS2257580857 | Cellnex Telecom - 0.75% - 11/2031                      | EUR    | 2.53% | AA                                                                           | MSCI                |
| XS2637952610 | Eni - 2.95% - 09/2030                                  | EUR    | 2.42% | A                                                                            | MSCI                |
| XS2211997239 | STMicroelectronics - 0.00% - 08/2027                   | USD    | 2.39% | AAA                                                                          | MSCI                |
| FR001400R1R6 | Schneider Electric - 1.625% - 06/2031                  | EUR    | 2.34% | AAA                                                                          | MSCI                |
| XS2470870366 | JP Morgan Chase Financial (Deutsche Telekom) - 0% - 0  | EUR    | 2.33% | BBB                                                                          | MSCI                |
| FR001400F2K3 | Spie - 2% - 01/2028                                    | EUR    | 2.31% | A                                                                            | MSCI                |
| XS2021212332 | Cellnex Telecom - 0.5% - 07/2028                       | EUR    | 2.17% | AA                                                                           | MSCI                |
| FR00140080H3 | BNP Paribas - 0% - 05/2025                             | EUR    | 2.16% | AA                                                                           | MSCI                |
| XS2276552598 | Pirelli - 0% - 12/2025                                 | EUR    | 2.15% | AA                                                                           | MSCI                |
| DE000A30V8T1 | Rheinmetall - 2.25% - 02/2030                          | EUR    | 2.14% | A                                                                            | MSCI                |
| XS2296021798 | Just Eat (Takeaway.com) - 0.625% - 02/2028             | EUR    | 2.13% | AA                                                                           | MSCI                |
| FR001400AFJ9 | Elis - 2.25% - 09/2029                                 | EUR    | 2.06% | A                                                                            | MSCI                |
| XS2166095146 | Just Eat - 1.25% - 04/2026                             | EUR    | 2.02% | AA                                                                           | MSCI                |
| BE6339419812 | GBL (Pernod Ricard) - 2.125% - 11/2025                 | EUR    | 2.02% | AA                                                                           | MSCI                |
| XS2713344195 | Simon Global Dev (Klépierre) - 3.5% - 11/2026          | EUR    | 2.00% | A                                                                            | MSCI                |
| FR00140001X1 | Volitalia - 1% - 01/2025                               | EUR    | 1.94% | AA                                                                           | MSCI                |
| DE000A2YPE76 | MTU Aero Engines - 0.05% - 03/2027                     | EUR    | 1.91% | A                                                                            | MSCI                |
| XS2677538493 | Saipem - 2.875% - 09/2029                              | EUR    | 1.89% | A                                                                            | MSCI                |
| XS2740429589 | Davide Campari - 2.375% - 01/2029                      | EUR    | 1.89% | A                                                                            | MSCI                |
| XS2431434971 | JP Morgan Chase (Sanofi) - 0% - 01/2025                | EUR    | 1.82% | BBB                                                                          | MSCI                |
| FR0013520681 | Artemis (Puma) - 0% - 06/2025                          | EUR    | 1.79% | AAA                                                                          | MSCI                |
| DE000A30VPN9 | Rag Stiftung (Evonik) - 1.875% - 11/2029               | EUR    | 1.70% | AA                                                                           | MSCI                |
| DE000A289T23 | LEG Immobilien - 0.4% - 06/2028                        | EUR    | 1.70% | AAA                                                                          | MSCI                |
| FR0014003YP6 | Edenred - 0% - 06/2028                                 | EUR    | 1.67% | A                                                                            | MSCI                |
| XS2154448059 | Amadeus - 1.5% - 04/2025                               | EUR    | 1.67% | AA                                                                           | MSCI                |
| FR001400GVB0 | Wendel (Bureau Veritas) - 2.625% - 03/2026             | EUR    | 1.65% | AA                                                                           | MSCI                |
| XS2597741102 | Cellnex Telecom - 2.125% - 08/2030                     | EUR    | 1.58% | AA                                                                           | MSCI                |
| XS2339426004 | DiaSorin - 0% - 05/2028                                | EUR    | 1.56% | BBB                                                                          | MSCI                |
| BE6327660591 | Sagerpar (GBL) - 0% - 04/2026                          | EUR    | 1.50% | A                                                                            | MSCI                |
| FR001400NF10 | Orpar (Remy Cointreau) - 2% - 02/2031                  | EUR    | 1.48% | AA                                                                           | MSCI                |
| DE000A30V8S3 | Rheinmetall - 1.875% - 02/2028                         | EUR    | 1.31% | A                                                                            | MSCI                |
| DE000A3L06J9 | Qiagen - 2.5% - 09/2031                                | USD    | 1.29% | AAA                                                                          | Montpensier Finance |
| XS2576250448 | Merrill Lynch (TotalEnergies) - 0% - 01/2026           | EUR    | 1.29% | AA                                                                           | MSCI                |
| XS2782912518 | Citigroup (LVMH) - 1% - 04/2029                        | EUR    | 1.28% | A                                                                            | MSCI                |
| DE000A3E44N7 | Rag Stiftung (Evonik) - 0% - 06/2026                   | EUR    | 1.26% | AA                                                                           | MSCI                |
| DE000A3E46Y9 | TAG Immobilien - 0.625% - 08/2026                      | EUR    | 1.25% | AA                                                                           | MSCI                |
| DE000A383JQ7 | Tui AG - 1.95% - 07/2031                               | EUR    | 1.21% | BBB                                                                          | MSCI                |
| XS2305842903 | Nexi - 0% - 02/2028                                    | EUR    | 1.15% | AA                                                                           | MSCI                |
| XS2693301124 | SNAM SPA (Italgas) - 3.25% - 09/2028                   | EUR    | 1.11% | AA                                                                           | MSCI                |
| XS2566032095 | Citigroup (L'Oréal) - 0% - 03/2028                     | EUR    | 1.06% | AA                                                                           | MSCI                |
| XS2630795404 | Lagfin (Campari) - 3.5% - 06/2028                      | EUR    | 1.02% | A                                                                            | MSCI                |
| DE000A3H2UK7 | Lufthansa - 2% - 11/2025                               | EUR    | 1.02% | AA                                                                           | MSCI                |
| XS2351465179 | Jet2 - 1.625% - 06/2026                                | GBP    | 0.99% | BBB                                                                          | MSCI                |
| FR0014000105 | Soitec - 0% - 10/2025                                  | EUR    | 0.97% | A                                                                            | MSCI                |
| DE000A287RE9 | Shop Apotheke Europe - 0% - 01/2028                    | EUR    | 0.84% | AAA                                                                          | MSCI                |
| DE000A382293 | Bechtle - 2% - 12/2030                                 | EUR    | 0.75% | A                                                                            | MSCI                |
| XS2465773070 | BE Semiconductor Industries - 1.875% - 04/2029         | EUR    | 0.74% | AA                                                                           | MSCI                |
| XS2590764127 | FEMSA (Heineken) - 2.625% - 02/2026                    | EUR    | 0.66% | A                                                                            | MSCI                |
| XS2161819722 | Nexi - 1.75% - 04/2027                                 | EUR    | 0.65% | AA                                                                           | MSCI                |
| XS2436579978 | Glanbia Coop. (Glanbia) - 1.875% - 01/2027             | EUR    | 0.63% | AAA                                                                          | MSCI                |
| AT0000A33R11 | Voestalpine AG - 2.75% - 04/2028                       | EUR    | 0.63% | A                                                                            | MSCI                |
| XS2825601276 | Salini (Webuild) - 4% - 05/2028                        | EUR    | 0.62% | AA                                                                           | MSCI                |
| XS2354329190 | Basic Fit - 1.5% - 06/2028                             | EUR    | 0.62% | AAA                                                                          | MSCI                |
| DE000A351MA2 | Nordex - 4.25% - 04/2030                               | EUR    | 0.61% | BBB                                                                          | MSCI                |
| FR0013521085 | Accor - 0.7% - 12/2027                                 | EUR    | 0.44% | A                                                                            | MSCI                |
| FR0014002JO2 | Fnac Darty - 0.25% - 03/2027                           | EUR    | 0.39% | 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.**