Ellipsis European Convertible Fund Share I (EUR)

ELLIPSIS AM
Kepler Cheuvreux

FR0010868802

ADVERTISING COMMUNICATION

REPORTING
CONVERTIBLE BOND FUNDS

June 2025

AUM(Mln €): 230.36

Fact sheet

Management approach

A discretionary directional fund providing exposure to all convertible bonds in the European market, regardless of their profile (high yield, bond, balanced and equity profiles), while taking into account ESG exclusion and integration criteria.

Benchmark indicator

Refinitiv Europe Focus Hedged Convertible Bond Index EUR*

Recommended investment period

5 years

SFDR classification

Article 8 (funds promoting environmental or social characteristics)

Fund managers

Nicolas SCHRAMECK
Sébastien CARON
Pénélope DUGAS
Cyril BATKIN

Notation

As of 31/03/2025
Convertible Bond - Europe
MORNINGSTAR ★★★

As of 31/05/2025
Bond Convertible Europe
Quantalys ★★★★

SRI risk indicator

1	2	3	4	5	6	7

With lower risk — With higher risk

PERFORMANCE AS OF 30/06/2025 — NAV: 1 513 066.60 €

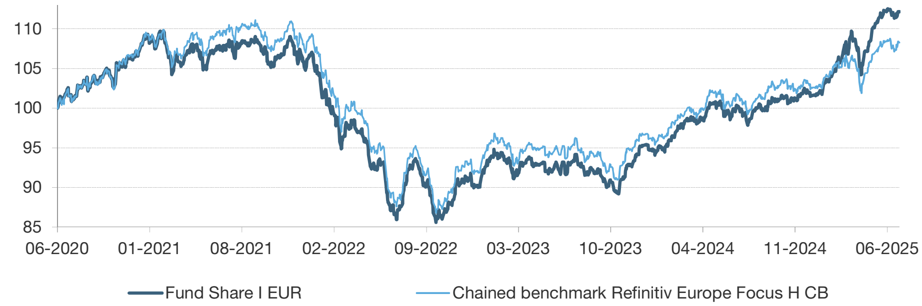
Past performance does not predict future returns. Markets may evolve very differently in the future. However, they can help you assess how the fund has been managed in the past. Performance net of fees, dividends and coupons reinvested.

	Aggregate performance			Annualised performance			
	1 month	3 months	YTD	1 year	3 years	5 years	10 years
Fund	-0.08%	4.59%	10.31%	13.73%	9.01%	2.32%	1.99%
Benchmark	-0.10%	3.41%	5.37%	8.05%	7.11%	1.60%	1.67%

Historical performance

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Fund - Share I EUR	6.59%	6.02%	-15.69%	-1.14%	8.48%	9.92%	-6.29%	6.58%	-1.76%	5.99%
Chained benchmark Refinitiv Europe Focus H CB	6.16%	5.37%	-15.74%	0.85%	6.68%	10.49%	-4.89%	3.53%	-0.41%	7.60%

CHANGE IN NET ASSET VALUE OVER 5 YEARS



FUND MANAGER COMMENTS

While the political aspects of the US trade war are being finalised, questions are now being asked about the scale of their economic impact. The various shocks that have recently occurred (higher tariffs, immigration restrictions, the end of frontloading) should lead to a slowdown in the second half of the year, but its severity will largely depend on: the speed and level at which companies pass on tariffs to consumers, and the resilience of the economy. With the valuation of risky assets almost back to historical highs, the markets are clearly betting on a limited and transitory slowdown. In Europe, the outlook has benefited from better visibility on the outcome of trade negotiations and the spending commitments announced at the NATO meeting. European members, apart from Spain, have pledged to gradually increase their defence spending to 5% of GDP. Despite Donald Trump's attacks on China - the tariff rate applied today is 35% - this economy is maintaining a high level of activity. The fall in exports to the US was partly offset by deliveries to Europe and the rest of Asia and by an increase in domestic sales, despite the persistence of the property crisis and the weakness of the labour market. The inflation figures published during the month were favourable. Under these conditions, and should the global economy slow, the Fed and ECB have room to manoeuvre to pursue their easing policy.

In this environment, equities decreased by -1.22% (STOXX Europe 600HE), HY corporate bonds were up 0.46% (ICE BofA Euro HY) and IG corporate bonds were up +0.27% (iBoxx Euro Non Financials BBB). Over the month, the fund is down by -0.08% compared to -0.10% for the Refinitiv Europe Focus hedged.

Following the recent agreement among European governments to allocate 5% of GDP to defense and infrastructure spending (excluding Spain), investors took some profits on Rheinmetall (-22bps) after a strong year-to-date rally (+185%). Evonik (-14bps) declined amid weakening demand across several end markets, driven by ongoing uncertainty surrounding trade tariffs. LVMH (-6bps) also weighed on performance, as its core Fashion & Leather Goods division continues to face pressure, raising concerns over potential margin contraction.
On the positive side, MTU Aero Engines contributed positively after raising its annual outlook for spare parts sales, supported by strong momentum observed during the Paris Air Show. This upbeat sentiment extended to the broader aerospace and airline sectors (Airbus +7bps, IAG +6bps, Safran +3bps). Saipem (+9bps) advanced as oil prices climbed on fears that the conflict involving Iran could disrupt supply. Meanwhile, Spie (+9bps) gained from sustained trends in electrification and energy efficiency in Germany, which are expected to translate into solid organic growth in its upcoming half-year results.

The fund has an equity sensitivity of +31.6% and a distance to the floor of +10.0%.

Focus ESG: The last-minute changes to the Big Beautiful Bill marked a clear win for the renewables sector, as the most unfavorable outcomes were successfully avoided. Wind and solar projects now have a full year to begin construction in order to qualify for the full investment and production tax credits. Signed into law on July 4th, the bill brings much-needed certainty to investors after months of uncertainty. However, close attention should be paid to its implementation, as some provisions will be subject to government discretion.

* Benchmark indicator as of 23/11/2022: EUR unit classes = Refinitiv Europe Focus Hedged Convertible Bond Index EUR (Bloomberg ticker: UCBIFX21) / CHF unit classes = Refinitiv Europe Focus Hedged Convertible Bond Index CHF (Bloomberg ticker: UCBIFX34) / USD unit classes: Refinitiv Europe Focus Hedged Convertible Bond Index USD (Bloomberg ticker: UCBIFX10). From 01/04/2019 to 22/11/2022: ECI Europe Hedged EUR-H/CHF-H/USD-H acccording to the corresponding currency of the unit class. Before 31/03/2019 : ECI Europe.

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June 2025 Data at 30/06/25

TECHNICAL FEATURES

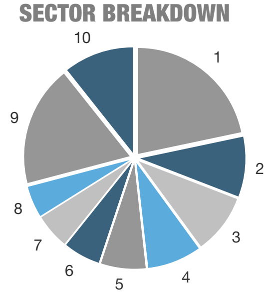
	Fund		
Average rating	BBB-	Equity Sensitivity	31.6%
Yield	0.7%	Convexity (equities +20%)	7.2%
Running Yield	1.7%	Convexity (equities -20%)	-5.4%
Rate Sensitivity	2.0		
Average spread	185		
Spread sensitivity	1.8		
Distance to bond floor	10.0%		
Annualised Net Premium	157.3		

Average spread: issuer risk estimated by Refinitiv - Spread sensitivity expressed for a 100bps widening in the average spread

RISK ANALYSIS

	1 year		3 years		5 years	
	Fund	Index	Fund	Index	Fund	Index
Annualised Volatility	5.5%	5.1%	5.8%	5.7%	6.4%	6.3%
VaR 95% (1 month)	-2.3%	-2.2%	-2.5%	-2.6%	-3.0%	-3.1%
Max DrawDown	-5.0%	-4.5%	-8.6%	-8.9%	-22.0%	-21.9%
Sharpe Ratio	1.80	0.88	1.04	0.73	0.13	0.02

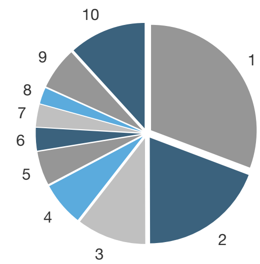
SECTOR BREAKDOWN



1 - INDUSTRIAL G&S : 21.7%
2 - TECHNOLOGY : 9.1%
3 - REAL ESTATE : 9.1%
4 - TRAVEL & LEISURE : 8.2%
5 - RETAIL : 6.9%
6 - TELECOMMUNICATIONS : 5.7%
7 - CONSUMER P&S : 5.3%
8 - FOOD & BEVERAGES : 4.8%
9 - OTHER : 18.4%
10 - OTHER INCL. CASH : 10.7%

Convertible bond and underlying weighted by delta

GEOGRAPHIC BREAKDOWN



1 - FRANCE : 30.7%
2 - GERMANY : 19.2%
3 - ITALY : 10.6%
4 - NETHERLANDS : 6.7%
5 - SPAIN : 5.2%
6 - UK : 3.5%
7 - SWITZERLAND : 3.4%
8 - SOUTH KOREA : 2.5%
9 - OTHER : 6.5%
10 - OTHER INCL. CASH : 11.7%

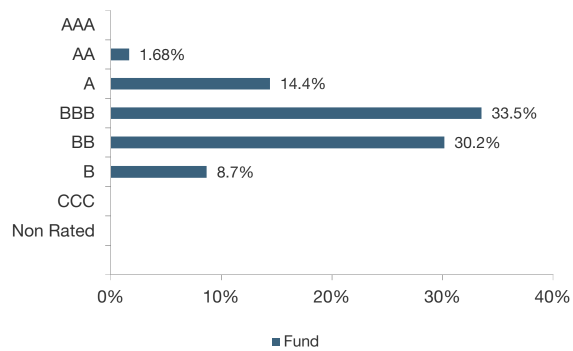
Convertible bond and underlying weighted by delta

TOP 5 INVESTMENTS

	Weight	
SUFP 1.97 11/27/30	6.48%	FRANCE INDUSTRIAL G&S
Cellnex Telecom 0.75% 20/31	5.18%	SPAIN TELECOMMUNICATIONS
Just Eat Takeaway.com 0% 21/25	3.68%	NETHERLANDS TECHNOLOGY
Zalando 0.625% 20/27	3.04%	GERMANY RETAIL
RHMGR 2 1/4 02/07/30	3.03%	GERMANY INDUSTRIAL G&S

Sector and country of the CB's underlying. Country of risk and not a listing country is mentioned.

RATING BREAKDOWN



Breakdown based on internal and external ratings

PRACTICAL INFORMATION

Characteristics

Underlying
European convertible bonds
Reference currency
EUR
Launch date of the fund
3/23/2010
Launch date of the share
1/5/2011
Income distribution
Capitalisation
Depositary - Accountant - Valuator
Société Générale SA
Auditor
PricewaterhouseCoopers Audit
Countries of registration
France - Germany - Italy - Luxembourg - Spain - S

Terms and fees

NAV Frequency
Daily (1)
Minimum initial subscription
EUR 500 000
Initial NAV
EUR 1 000 000
Subscription / Redemption cut off
11h00 D / 11h00 D
Non retained fees subscription
0.00%
Transaction fees
Fee excl.taxes, payable on each transaction (Ellipsis AM: fee <EUR50 / Depositary: fee
Management fees
Max 0.80%
Outperformance fees
15% inclusive of tax of the annual outperformance net of fees of the fund vs benchmark, once the underperformance of the last 5 years has been compensated

ELLIPSIS AM Kepler Cheuvreux

client_service@ellipsis-am.com

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(1) Except French bank holidays and/or TARGET closing days.