



H2O
Asset Management

French UCITS

H2O MULTIBONDS

ANNUAL ACCOUNTS

on 31 december 2018

Management Company: H2O AM LLP

Custodian: Caceis Bank

Auditor: Kpmg Audit

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number 529105

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1. Management Report

a) Investment policy

■ Management policy

Over the period from 29 December 2017 to 31 December 2018, and over the past three and five years, the performance of the different share-classes of the **H2O MultiBonds FCP** relative to their respective indicative benchmark, the JP Morgan Government Bond Index Broad, unfolded as follows:

Share-class	Launch date	ISIN code	Performance 1 year	Annualized performance 3 years (*)	Annualized performance 5 years (*)
I-C (EUR) GBI_Broad_EUR	23/08/2010	FR0010930438	32.93% 4.32%	19.43% 0.90%	23.92% 4.94%
R-C (EUR) GBI_Broad_EUR	23/08/2010	FR0010923375	32.19% 4.32%	18.92% 0.90%	23.41% 4.94%
R-D (EUR) GBI_Broad_EUR	08/09/2014	FR0011981851	23.26% 4.32%	13.69% 0.90%	
N (EUR) GBI_Broad_EUR	10/07/2017	FR0013186707	33.64% 4.32%		
M (EUR) GBI_Broad_EUR	05/07/2016	FR0013075983	34.99% 4.32%		
IUSD C GBI_Broad_USD	23/08/2010	FR0010930735	28.74% -0.68%	21.92% 2.63%	19.67% 1.10%
RUSD C GBI_Broad_USD	17/09/2014	FR0011981836	27.67% -0.68%	21.21% 2.63%	
HUSD-I C Sw_USD_JPM	17/12/2014	FR0011973684	35.99% 6.83%	21.00% 2.47%	
HUSD-R C Sw_USD_JPM	20/06/2014	FR0011973676	34.98% 6.83%	20.42% 2.47%	
HCHF-I C Sw_CHF_JPM	19/05/2015	FR0012538049	32.85% 3.88%	19.08% 0.47%	
HCHF-R C Sw_CHF_JPM	22/06/2011	FR0011061795	32.10% 3.88%	18.68% 0.47%	23.05% 4.50%
HCHF-N Sw_CHF_JPM	24/02/2017	FR0013186715	31.99% 3.88%		
RSGD C GBI_Broad_SGD	29/07/2014	FR0011973650	29.35% 0.00%	19.03% 0.00%	
HSGD-R C GBI_Broad_EUR	12/07/2017	FR0013186681	33.37% 4.32%		

(*) annualisation géométrique.

Source: H2O AM, data net of fees as of 31/12/18. Past performance is not a reliable indicator of future performance.

The fund's investment management is based upon the H2O investment team's views on government bond, credit and forex markets, by means of directional, relative value (arbitrages) and thematic (or specific) strategies.

The fund's strong outperformance over the year was achieved across its three reference asset classes and, within these asset classes, by most strategies implemented. However, **the currencies strategies, including the long US dollar exposure, came out as this year's most significant beneficiaries.**

1. Management Report

1. Government & sovereign bonds

Global bond strategies proved very positive in terms of performance over the period. These broke down as follows:

- a. **G4 modified duration underexposure:** slightly positive contribution thanks to the active tactical management of the fund's directional exposure, despite the end-of-the-year rally of the G4 government bond markets (US, UK, Germany, Japan) that enabled them to close the year up 1.2%;
- b. **Allocation between G4 government bond markets → underweighting of US Treasuries against Bunds:** very positive contribution due to the outperformance of Bunds against US Treasuries as the 10-year transatlantic spread widened by 46 bps and ended up at 2.44%;
- c. **Yield curve strategies → flattening of the US and EMU yield curves:** very positive contribution following the narrowing of 27 bps in the 5/30-year US yield spread, and of 19 bps in the 2/10-year German yield spread; please note that, over the year, risk was reallocated away from the 5/30 US flattener into the 2/10 German one;
- d. **Non-G4 sovereign bonds, mainly GIPS:** very negative contribution relating to the sharp drop in Italian peripheral bonds that started the year at around 2% and ended it at 2.7% after hitting 3.7% in mid-October at the peak of the political crisis between the Rome coalition government and the European Commission on the 2019 budget deficit. Conversely, the long Portuguese and Greek government bond exposures outperformed as the Italian turmoil did not spill over. Finally, Mexican government bonds posted a slightly positive return despite the volatility bursts that erupted prior to the spring presidential elections and again in November with AMLO's first political announcements.

2. Currencies

Currencies strategies delivered a strongly positive contribution over the period:

- a. **US dollar long exposure:** strongly positive contribution following the surge in the value of the US dollar (Dollar Index up +4.4% over the period), especially against the Canadian dollar and the euro; the greenback stalled against the yen;
- b. **Inter-bloc strategies → long yen vs. euro and CAD blocs:** very positive contribution resulting from the resilience of the yen against the euro (EUR/JPY -7.3%) and against the Canadian dollar (CAD/JPY -8.6%);
- c. **Intra-bloc strategies:** positive contribution:
 - EUR bloc: negative contribution of the short Swiss franc against the euro (EUR/CHF -3.4%), the safe-haven currency strengthening in the wake of European anxieties surrounding Italy, Brexit, Merkel and the French riots; slightly negative contribution of the long Norwegian krone against the euro, the Scandinavian currency taking the brunt of the 25% collapse in the price of oil;
 - CAD bloc: positive contribution of the long Canadian dollar against the Australian dollar (CAD/AUD +1.7%) and the South African rand (CAD/ZAR +1.4%); negative contribution of the long Canadian vs. New Zealand dollar (CAD/NZD -3.2%);
 - US dollar bloc: positive contribution of the long Mexican peso against the US dollar (USD/MXN -5.7%);
 - yen bloc: positive contribution of the short South Korean won against the Japanese yen (KRW/JPY -5.4%).
- d. **Emerging forex strategies:** very positive contribution from the short Asian (TWD & SGD) and Latin American (BRL, CLP, COP) currencies against the US dollar; the long Turkish lira (TRL) bought in October 2017 against the US dollar was trebled during the summer crisis, and thus posted a gain in 2018.

1. Management Report

3. Credit markets

The strategies implemented on credit markets delivered a slightly positive performance over the period. These can be summarised as follows:

a. Non-emerging credit bonds:

- i. Securitisation (ABS/MBS): further profit taking on the fund's exposure to primarily Portuguese ABS (0.8% of net asset value left as at 31/12/18);
- ii. Corporate debt: positive contribution from app. 13 banking stocks, primarily in the Eurozone (1.1% of net asset value as at 31/12/18), as well as from the much increased exposure to EUR-denominated non-rated corporate bonds (14.8% of net asset value as at 31/12/18);

- b. **Emerging credit securities**: positive contribution from the exposure to Turkish sovereign bonds bought in the midst of the summer crisis (4.3% of net asset value as at 31/12/18).

4. Trading (futures and forex)

Slightly positive contribution from short term trading on bond futures and currencies.

Past performance is no guarantee of future performance.

1. Management Report

b) Information on the mutual fund

Principal movements in portfolio listing during the period

Securities	Movements ("Accounting currency")	
	Acquisitions	Transfers
ITALIE 4.75% 01/09/2028	1,033,815,985.00	381,370,299.12
DEGROS HOLDING BV 6.5% 17-01-23	152,750,205.48	113,716,931.51
FRENCH REP ZCP 23-01-19	100,178,819.19	100,087,000.00
GERM TREA BILL ZCP 15-08-18	100,101,000.00	100,000,000.00
GERM TREA BILL ZCP 05-12-18	100,066,641.60	100,032,093.63
GERM TREA BILL ZCP 10-10-18	100,094,979.01	100,000,000.00
FRENCH REP ZCP 31-10-18	100,060,036.02	100,000,000.00
DUTC TREA CERT ZCP 29-06-18	100,017,503.06	100,000,000.00
PGB 2 7/8 10/15/25	17,019,626.71	168,774,024.65
MEXICAN BONOS 7.5% 03-06-27 - PAYE TOUS LES 182 JOURS	185,247,936.26	0.00

Substantial changes during the period and upcoming

This fund has not undergone substantial changes.

Mutual fund index

This fund does not fall within the classification of index funds.

Target hedge funds

This fund does not fall within the classification of funds of hedge funds.

1. Management Report

▪ Efficient portfolio management (EMP) techniques and financial derivative instruments in EUR

a) Exposure obtained through the EPM techniques and financial derivative instruments

- **Exposure obtained through the EPM techniques: 0.00**
 - Securities lending: 0.00
 - Securities loans: 0.00
 - Reverse repurchase agreement: 0.00
 - Repurchase: 0.00
- **Underlying exposure reached through financial derivative instruments: 38,765,479,061.43**
 - Forward transaction: 20,943,142,280.62
 - Future: 16,829,737,359.50
 - Options: 918,987,781.68
 - Swap: 24,624,192.67
 - CFD: 48,987,446.96

b) Identity of the counterparty(ies) to EPM techniques and financial derivative instruments

EPM techniques	Financial derivative instruments (*)
	BK OF NEW YORK AV PRO BRUXELLES NOMURA INTL LONDRES MERRILL LYNCH INTERNATIONAL (GLOBAL FOREIGN EXCHANGE) BARCLAYS BK PLC WHOLESALE LONDRES HSBC HOLDING LONDRES STANDARD CHARTERED PLC DEUTSCHE BANK AG LONDON GREAT WINCH JP MORGAN SECURITIES PLC BNP PARIBAS FRANCE CACIB LONDON SOCIETE GENERALE THE TORONTO DOMINION BANK GOLDMAN SACHS INTERNATIONAL LTD MORGAN STANLEY & CO INTL LONDRES BNP PARIBAS LONDON BPCE

(*) Excepted derivative listed.

1. Management Report

c) Type and amount of collateral received by the UCITS to reduce counterparty risk

Types of financial instruments	Amount portfolio currency
EPM	
. Term deposit	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash (**)	0.00
Total	0.00
Financial derivative instruments	
Term deposit	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash	175,812,067.09
Total	175,812,067.09

(**)The Cash account also includes liquidity resulting from repurchase deals.

d) Revenues and operational cost/fees from EPM

Revenues and operational cost/fees	Amount portfolio
. Revenues (***)	938,588.50
. Other revenues	0.00
Total revenues	938,588.50
. Direct operational fees	289,811.62
. Indirect operational fees	0.00
. Other fees	0.00
Total fees	289,811.62

(***) Revenues received from loans, repurchase and revers repurchase agreements.

1. Management Report

▪ SFTR regulation in EUR

	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swap (TRS)
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a) Securities and commodities on loan

Amount					
% of Net Assets*					

*% excluding cash and cash equivalent

b) Assets engaged in each type of SFTs and TRS expressed in absolute amount

Amount					24,624,192.67
% of Net Assets					0.74%

c) 10 largest collateral issuers received (excluding cash) across all SFTs and TRS

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d) Top 10 counterparties expressed as an absolute amount of assets and liabilities without clearing

BPCE FRANCE					24,624,192.67
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e) Type and quality (collateral)

Type					
- Equities					
- Bonds					
- UCITS					
- Notes					
- Cash					140,740,299.17
Rating					

Currency of the collateral					
- EURO					140,740,299.17

f) Settlement and clearing

Tri-party					
Central counterparty					
Bilateral	X			X	

1. Management Report

	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swap (TRS)
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g) Maturity tenor of the collateral broken down maturity buckets

< 1 day					
[1 day - 1 week]					
]1 week - 1 month]					
]1 month - 3 months]					
]3 months - 1 year]					
> 1 year					
Open					

h) Maturity tenor of the SFTs and TRS broken down maturity buckets

< 1 day					
[1 day - 1 week]					
]1 week - 1 month]					
]1 month - 3 months]					
]3 months - 1 year]					24,624,192.67
> 1 year					
Open					

i) Data on reuse of collateral

Maximum amount (%)					
Amount reused (%)					
Cash collateral reinvestment undertaking in euro					

j) Data on safekeeping of collateral received by the collective investment undertaking

Caceis Bank					
Securities					
Cash					140,740,299.17

k) Data on safekeeping of collateral granted by the collective investment undertaking

Securities					
Cash					

1. Management Report

	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swap (TRS)
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l) Data on return and cost broken down

Revenus					
- OPC			713,157.74		
- Gestionnaire					
- Tiers					
Coûts					
- OPC				215,878.85	
- Gestionnaire					
- Tiers					

e) Type and quality (collateral)

The Collateral is managed in accordance with the Collateral management policy of H2O in order to ensure a high level of safety and liquidity and a low correlation with the counterparty to the transaction. In addition, the collateral management policy of H2O defines haircuts adapted to each type of security to cope with their market price variation. A daily margin call monitoring is in place in order to manage the daily mark to market variation of securities.

i) Data on reused of collateral

Ucits should always reinvest all their cash Collateral (ie. maximum amount = maximum amount used = 100%), but cannot re use their collateral under the form of securities. (ie. maximum amount = amount used = 0%).

In case of cash Collateral, it should be under the conditions defined by the regulation, invested exclusively in the following:

- cash deposits;
- high Investment grade sovereign bonds;
- used in reverse repo transaction;
- invested in short term money market Ucit or equivalent.

Regarding the transactions carried out by H2O, both as principal and agent, the amounts received as cash collateral of temporary sale of securities are invested in investment grade sovereign bonds.

k) Data on safekeeping of collateral granted by the collective investment undertaking

All collateral cash or securities given by the Ucits are fully transferred, with all rights and proxy rights attached.

1. Management Report

I) Data on return and cost broken down

All income generated by repos and reverse repos as well as securities lending, net of associated operational costs, are paid to the UCITS.

Those transactions are undertaken with counterparties selected by H2O. H2O never receives any remuneration associated with the transactions.

The income generated by those transactions is disclosed in the annual report of the UCITS.

■ Access to the mutual fund documentation

The mutual fund documentation (KIID, prospectus, periodic reports, etc ...) is available from the management company, at its registered office or by writing to the following email address: info@h2o-am.com

1. Management Report

c) Risk information

■ Global risk calculation method

The calculation methodology used by the management company for the evaluation of the global risk of the portfolio is Absolute Value at Risk.

- Leverage of the portfolio : indicative average level:

The indicative average level of leverage for the UCITS is 4/5. However, the UCITS has the possibility of reaching a higher level of leverage. The indicative level of leverage for the UCITS is calculated as the sum of the nominal positions on the financial contracts that are used.

- VaR level during the annual period:

The maximum level of absolute VAR was: 19.88%.

The minimum level of absolute VAR was: 14.82%.

The average level of absolute VAR was: 17.01%.

The calculation methodology used by the management company for the evaluation of the global risk of the portfolio is the parametric. It is based on six years of historical data with a half-life of two years.

■ Securisation exposure

This fund is not affected by exposure to securitisation.

■ Risk management

None.

■ Liquidity management

None.

■ Treatment of non-liquid assets

This fund is not concerned.

1. Management Report

d) Environmental, social and governance criteria (« ESG »)

This fund does not take into account the three ESG criteria simultaneously.

1. Management Report

e) Energy transition for green growth low

This UCIT does not report on article 173.

2. Governance and compliance obligations

■ Procedure for the selection and evaluation of brokers and counterparties – Execution of orders

To enable the management company to fulfil its best execution obligation, the selection and the follow up of brokers and counterparties on interests rates, bonds, equities, is governed by a specific procedure.

The management company's policy for the selection of brokers and counterparties for the execution of orders of the management company is available on its website: <http://www.h2o-am.com> (rubrique "A propos de H2O AM/Governance and compliance").

■ Voting policy

Details of the conditions under which the management company intends to exercise the voting rights attached to the securities held by the mutual funds it manages, as well as the latest annual report, are available from the company's registered adress and on its website at: <http://www.h2o-am.com> (rubrique "A propos de H2O AM/Governance and compliance").

■ Remuneration policy

The funds managed by H2O are compliant with the UCITS regulation. The management company implements the new regulation that apply to remunerations in the wake of the implementation of UCITS V regulations.

The remuneration policy is under the supervision and approval of a remuneration Committee comprising a majority of members who are not employed by H2O.

Regarding the remuneration policy, H2O AM makes a distinction between two categories of personnel: employees and partners.

- employees are remunerated based on a fixed salary in line with market practice in the United Kingdom, as well as an annual bonus. This bonus is a function of the individual as well as the collective performance of the company.
- Partners are also remunerated based on a fixed income and annual bonus. They are also entitled to dividends depending on their share allocation in the capital of H2O, and depending thus on the profitability of H2O.

The supervision and the principles applying to the remuneration policy have not been subject to material modifications since the launch of H2O in July 2010.

In addition, portfolio managers are authorised to invest in the funds managed by H2O, provided that they disclose the information to the compliance department of H2O.

2. Governance and compliance obligations

Staff costs

Staff costs during the year were as follows:

	2018 £	2017 £
Wages and salaries	17,144,766	13,488,786
Social security costs	2,127,342	1,401,254
Pension	172,482	110,704
	<u>19,444,590</u>	<u>15,000,744</u>

The average monthly number of employees during the year was 59 (2017 - 40), and are analysed by activity:

	2018 £	2017 £
Investment management	20	11
Client portfolio management	5	5
Operations	12	7
Compliance and risk	3	3
IT and administration	8	5
Quantitative research and development	5	4
Compliance and internal control	3	2
Project & organisation development officer	1	1
Human Resources	1	-
Intern	1	2
	<u>59</u>	<u>40</u>

3. Fees and Tax

- **Intermediation costs**

Details of the conditions under which the management company made use of services to assist with investment decisions and order execution in the last financial year are available on its website at: <http://www.h2o-am.com> (*rubrique “A propos de H2O AM/Governance and compliance”*).

- **Withholding tax**

This fund is not affected by the withholding tax.

3. Fees and tax

■ ADDITIONAL INFORMATION CONCERNING THE FISCAL REGIME OF THE COUPON

BREAKDOWN OF THE COUPON UNIT : MEUR(C/D)

	TOTAL NET INCOME	CURRENCY	UNIT NET INCOME	CURRENCY
Revenue qualifying for the withholding tax option	172,119.38	EUR	3.64	EUR
Shares entitling a deduction				
Other revenue not entitling a deduction or withholding tax	96,935.36	EUR	2.05	EUR
Non-distributable and non-taxable income				
Amount distributed on capital gains and losses	1,076,691.81	EUR	22.77	EUR
TOTAL	1,345,746.55	EUR	28.46	EUR

BREAKDOWN OF THE COUPON UNIT : REUR(C/D)

	TOTAL NET INCOME	CURRENCY	UNIT NET INCOME	CURRENCY
Revenue qualifying for the withholding tax option				
Shares entitling a deduction				
Other revenue not entitling a deduction or withholding tax				
Non-distributable and non-taxable income				
Amount distributed on capital gains and losses	19,874,828.24	EUR	31.80	EUR
TOTAL	19,874,828.24	EUR	31.80	EUR

4. Auditor’s certification



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*This is a translation into English of the statutory auditors' report on the financial statements of the Fund issued in French and it is provided solely for the convenience of English speaking users.
This statutory auditors' report includes information required by European regulation and French law, such as information about the appointment of the statutory auditors or verification of the management report and other documents provided to shareholders.
This report should be read in conjunction with, and construed in accordance with, French law and professional auditing standards applicable in France.*

Fonds Commun de Placement H2O MULTIBONDS

10 Old Burlington Street - Westminster, London W1S 3AG

Statutory auditor's report on the financial statements Year ended 31 December 2018 (free translation of a French language original)

To shareholders,

Opinion

In compliance with the engagement entrusted to us by the board of directors of the Fund's management company, we have audited the accompanying financial statements of H2O MULTIBONDS for the year ended 31 December 2018.

In our opinion, the financial statements give a true and fair view of the assets and liabilities and of the financial position of the Fund as at 31 December 2018 and of the results of its operations for the year then ended in accordance with French accounting principles.

Basis for Opinion

Audit Framework

We conducted our audit in accordance with professional standards applicable in France. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Our responsibilities under those standards are further described in the Statutory Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

Independence

We conducted our audit engagement in compliance with independence rules applicable to us, for the period from 30 December 2017 to the date of our report and specifically we did not provide any prohibited non-audit services referred to the French Code of ethics (code de déontologie) for statutory auditors.

Justification of Assessments

In accordance with the requirements of Articles L.823-9 and R.823-7 of the French Commercial Code (code de commerce) relating to the justification of our assessments, we inform you that the most significant assessments we made, in our professional judgment, concern the appropriateness of the accounting principles applied, in particular with regards to the financial instruments in the portfolio, and the overall presentation of the financial statements, in accordance with the accounting for collective investments with variable capital.

These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on specific items of the financial statements.

Verification of the Management Report of the Fund's management company

We have also performed, in accordance with professional standards applicable in France, the specific verifications required by French law.

We have no matters to report as to the fair presentation and the consistency with the financial statements of the information given in the management report of the Fund's management company.

Responsibilities of the Management Company for the Financial Statements

The management company is responsible for the preparation and fair presentation of the financial statements in accordance with French accounting principles and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the management company is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless it is expected to liquidate the Fund or to cease operations.

The management company is responsible for monitoring the financial reporting process and the effectiveness of internal control and risks management systems and where applicable, its internal audit, regarding the accounting and financial reporting procedures.

The financial statements were approved by the management company.

Statutory Auditor's Responsibilities for the Audit of the Financial Statements

Our role is to issue a report on the financial statements. Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with professional standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.



Fonds Commun de Placement
H2O MULTIBONDS
Statutory auditor's report on the financial statements
Year ended 31 December 2018
(free translation of a French language original)
16 April 2019

As specified in Article L.823-10-1 of the French Commercial Code (code de commerce), our statutory audit does not include assurance on the viability of the Fund or the quality of management of the affairs of the Fund.

As part of an audit conducted in accordance with professional standards applicable in France, the statutory auditor exercises professional judgment throughout the audit and furthermore:

- Identifies and assesses the risks of material misstatement of the financial statements, whether due to fraud or error, designs and performs audit procedures responsive to those risks, and obtains audit evidence considered to be sufficient and appropriate to provide a basis for his opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtains an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the internal control.
- Evaluates the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management company in the financial statements.
- Assesses the appropriateness of the management company's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. This assessment is based on the audit evidence obtained up to the date of his audit report. However, future events or conditions may cause the Fund to cease to continue as a going concern. If the statutory auditor concludes that a material uncertainty exists, there is a requirement to draw attention in the audit report to the related disclosures in the financial statements or, if such disclosures are not provided or inadequate, to modify the opinion expressed therein.
- Evaluates the overall presentation of the financial statements and assesses whether these statements represent the underlying transactions and events in a manner that achieves fair presentation.

Paris La Défense, on the 16 April 2019

The statutory auditor
French original signed by
Isabelle Bousquié
Partner

5. Annual financial statements

a) Annual accounts in EUR

■ Balance Sheet Asset

Balance Sheet on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
FIXED ASSETS, NET	0.00	0.00
DEPOSITS	0.00	0.00
FINANCIAL INSTRUMENTS	3,412,483,020.00	1,895,768,932.53
Equities and similar securities	0.00	0.00
Traded in a regulated market or equivalent	0.00	0.00
Not traded in a regulated market or equivalent	0.00	0.00
Bonds and similar securities	2,777,901,553.80	1,406,240,756.73
Traded in a regulated market or equivalent	2,777,901,553.80	1,406,240,756.73
Not traded in a regulated market or equivalent	0.00	0.00
Credit instruments	313,229,579.80	37,839,196.59
Traded in a regulated market or equivalent	313,229,579.80	37,839,196.59
Negotiable credit instruments (Notes)	313,229,579.80	37,839,196.59
Other credit instruments	0.00	0.00
Not traded in a regulated market or equivalent	0.00	0.00
Collective investment undertakings	71,956,871.32	16,299,871.92
General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries	59,802,789.51	16,299,871.92
Other Funds intended for non-professionals and equivalents in other EU Member States	0.00	0.00
General-purpose professional funds and equivalents in other EU Member States and listed securitisation entities	0.00	0.00
Other professional investment funds and equivalents in other EU Member States and listed securitisation agencies	8,417,398.96	0.00
Other non-European entities	3,736,682.85	0.00
Temporary transactions in securities	0.00	388,361,918.57
Credits for securities held under sell-back deals	0.00	0.00
Credits for loaned securities	0.00	0.00
Borrowed securities	0.00	0.00
Securities sold under buy-back deals	0.00	388,361,918.57
Other temporary transactions	0.00	0.00
Hedges	249,395,015.08	47,027,188.72
Hedges in a regulated market or equivalent	239,980,821.34	43,969,493.59
Other hedges	9,414,193.74	3,057,695.13
Other financial instruments	0.00	0.00
RECEIVABLES	21,569,100,306.39	7,348,752,649.12
Forward currency transactions	20,943,142,280.62	7,023,665,134.54
Other	625,958,025.77	325,087,514.58
FINANCIAL ACCOUNTS	394,290,955.69	46,547,683.45
Cash and cash equivalents	394,290,955.69	46,547,683.45
TOTAL ASSETS	25,375,874,282.08	9,291,069,265.10

5. Annual financial statements

■ Balance Sheet liabilities

Balance Sheet Liabilities on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
SHAREHOLDERS' FUNDS		
Capital	2,838,733,529.66	1,292,424,322.17
Allocation Report of distributed items (a)	25,122,859.12	4,731,651.69
Brought forward (a)	245,805.33	1,140.21
Allocation Report of distributed items on Net Income (a,b)	612,146,008.43	158,114,640.23
Result (a,b)	-169,460,314.16	12,090,896.66
Total net shareholders' funds * Net Assets	3,306,787,888.38	1,467,362,650.96
FINANCIAL INSTRUMENTS	245,303,076.99	433,678,917.99
Transfers of financial instruments	0.00	0.00
Temporary transactions in securities	0.00	386,012,639.38
Sums owed for securities sold under buy-back deals	0.00	386,012,639.38
Sums owed for borrowed securities	0.00	0.00
Other temporary transactions	0.00	0.00
Hedges	245,303,076.99	47,666,278.61
Hedges in a regulated market or equivalent	236,857,594.90	42,726,961.60
Other hedges	8,445,482.09	4,939,317.01
PAYABLES	21,749,686,130.29	7,312,821,684.49
Forward currency transactions	20,785,511,241.06	7,100,904,322.70
Other	964,174,889.23	211,917,361.79
FINANCIAL ACCOUNTS	74,097,186.42	77,206,011.66
Short-term credit	74,097,186.42	77,206,011.66
Loans received	0.00	0.00
TOTAL LIABILITIES	25,375,874,282.08	9,291,069,265.10

(a) Including adjustment

(b) Decreased interim distribution paid during the business year

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
HEDGES	0.00	0.00
Contracts in regulated markets or similar	0.00	0.00
OTC contracts	0.00	0.00
Other commitments	0.00	0.00
OTHER OPERATIONS	17,822,336,780.81	8,232,999,498.03
Contracts in regulated markets or similar	17,491,697,252.89	8,037,544,958.50
Contracts intendeds	16,829,737,359.50	7,827,728,299.60
CBO TU CBOT UST 0318	0.00	27,991,937.67
EUR XEUR FGBX B 0318	0.00	213,051,760.00
EUR XEUR FGBX B 0319	28,176,720.00	0.00
FV CBOT UST 5 0318	0.00	3,819,010,246.90
FV CBOT UST 5 0319	3,414,899,322.49	0.00
JGBL JAPAN GO 0318	0.00	23,406,281.21
LIFFE LG GILT 0318	0.00	150,025,618.21
LIFFE LG GILT 0319	23,054,492.79	0.00
OSE JGBL JAPAN 0319	21,892,080.02	0.00
TU CBOT UST 2 0319	31,371,498.02	0.00
TY CBOT YST 1 0318	0.00	186,575,421.08
TY CBOT YST 1 0319	297,678,563.62	0.00
US US TBOND 3 0318	0.00	97,607,584.53
US US TBOND 3 0319	1,209,974,303.46	0.00
XEUR FBTP BTP 0318	0.00	1,528,075,780.00
XEUR FBTP BTP 0319	3,287,019,120.00	0.00
XEUR FGBL BUN 0318	0.00	297,057,560.00
XEUR FGBL BUN 0319	382,847,140.00	0.00
XEUR FGBM BOB 0318	0.00	263,140.00
XEUR FGBM BOB 0319	8,481,280.00	0.00
XEUR FGBS SCH 0318	0.00	1,424,930,220.00
XEUR FGBS SCH 0319	8,016,806,980.00	0.00
XEUR FOAT EUR 0318	0.00	59,732,750.00
XEUR FOAT EUR 0319	99,528,000.00	0.00
XSFE XT AUSTR 0319	8,007,859.10	0.00

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
Options	661,959,893.39	209,816,658.90
CBOT US TRES BD 30 A 01/2018 CALL 157	0.00	36,719,422.93
CBOT US TRES BD 30 A 01/2018 PUT 149	0.00	16,952,617.22
CBOT US TRES NT 5A 01/2018 CALL 117,25	0.00	66,696,597.46
CBOT US TRES NT 5A 01/2018 PUT 115,5	0.00	89,448,021.29
CBOT US TRES NT 5A 02/2019 CALL 114,5	562,762,898.92	0.00
CBOT US TRES NT 5A 02/2019 PUT 113	99,196,994.47	0.00
OTC contracts	330,639,527.92	195,454,539.53
Options	257,027,888.29	140,401,883.53
EUR/CHF OTC 01/2019 CALL 1,13	565,000.00	0.00
EUR/GBP OTC 01/2018 CALL ,7605	0.00	0.00
EUR/GBP OTC 04/2019 CALL ,935	1,870,000.00	0.00
EUR/GBP OTC 04/2019 CALL ,935	841,500.00	0.00
EUR/GBP OTC 04/2019 PUT ,86	774,000.00	0.00
EUR/GBP OTC 04/2019 PUT ,86	1,720,000.00	0.00
EUR/GBP OTC 05/2018 PUT ,7605	0.00	483,571.01
EUR/GBP OTC 09/2018 PUT ,77	0.00	7,207,296.38
EUR/JPY OTC 02/2019 PUT 124	101,680,000.00	0.00
EUR/MXN OTC 04/2018 CALL 25	0.00	7,394,261.70
EUR/MXN OTC 04/2018 CALL 25	0.00	13,204,038.76
EUR/MXN OTC 06/2020 CALL 34,5	34,500,000.00	0.00
EUR/MXN OTC 06/2020 PUT 24	24,000,000.00	0.00
EUR/TRY OTC 05/2020 CALL 15,7	7,850,000.00	0.00
EUR/TRY OTC 05/2020 PUT 5,25	2,625,000.00	0.00
EUR/USD OTC 01/2018 CALL 1,199	0.00	2,969,880.00
EUR/USD OTC 01/2018 CALL 1,199	0.00	2,969,880.00
EUR/USD OTC 02/2018 CALL 1,235	0.00	23,747,226.61
EUR/USD OTC 02/2018 CALL 1,235	0.00	21,920,516.87
EUR/USD OTC 02/2019 PUT 124	62,000,000.00	0.00
GBP/CHF OTC 02/2018 CALL 1,34	0.00	9,448,393.66
GBP/JPY OTC 01/2018 CALL 151	0.00	18,934,138.54
GBP/USD OTC 01/2019 CALL 1,3375	819,592.22	0.00
GBP/USD OTC 01/2019 CALL 1,3375	819,592.22	0.00

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
GBP/USD OTC 01/2019 PUT 1,24	759,846.25	0.00
GBP/USD OTC 01/2019 PUT 1,24	759,846.25	0.00
USD/CHF OTC 02/2018 CALL 1,05	0.00	153,539.91
USD/CHF OTC 03/2019 CALL 1,01	2,164,632.81	0.00
USD/CHF OTC 03/2019 PUT ,955	2,046,756.77	0.00
USD/TRY OTC 01/2018 CALL 6.	0.00	0.00
USD/TRY OTC 01/2018 PUT 3.35	0.00	0.09
USD/TRY OTC 01/2018 PUT 3.65	0.00	361,656.93
USD/TRY OTC 03/2019 CALL 7,6	2,659,318.55	0.00
USD/TRY OTC 08/2019 CALL 19	6,648,296.37	0.00
USD/TRY OTC 08/2019 PUT 5,5	1,924,506.85	0.00
USD/TWD OTC 02/2018 CALL 30,25	0.00	1,831,237.57
USD/TWD OTC 02/2018 PUT 29,25	0.00	5,919,798.94
USD/ZAR OTC 04/2018 CALL 13,25	0.00	9,185,897.62
USD/ZAR OTC 04/2018 CALL 13,95	0.00	7,196,032.66
USD/ZAR OTC 04/2018 PUT 12,15	0.00	7,474,516.28
Performance swap	24,624,192.67	55,052,656.00
BRED30270317	0.00	30,000,000.00
MULTI_BRED110718EM	24,624,192.67	0.00
SWAP BRED 11/07/18	0.00	25,052,656.00
Credit Default Swap	48,987,446.96	0.00
BRESIL 4.25% 01/25_2	24,493,723.48	0.00
SOUT AFR 5.5 03-20_2	24,493,723.48	0.00
Other commitments	0.00	0.00

5. Annual financial statements

■ Income Statement

Income Statement on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
Revenues from financial operations		
Revenues from deposits and financial accounts	413,801.48	194,204.13
Revenues from equities and similar securities	0.00	0.00
Revenues from bonds and similar securities	85,207,012.11	70,257,617.37
Revenues from credit instruments	536,548.48	79,785.04
Revenues from temporary acquisition and disposal of securities	938,588.50	1,653,221.81
Revenues from hedges	0.00	0.00
Other financial revenues	0.00	0.00
TOTAL (1)	87,095,950.57	72,184,828.35
Charges on financial operations		
Charges on temporary acquisition and disposal of securities	289,811.62	149,867.53
Charges on hedges	0.00	0.00
Charges on financial debts	855,804.07	154,837.75
Other financial charges	0.00	0.00
TOTAL (2)	1,145,615.69	304,705.28
NET INCOME FROM FINANCIAL OPERATIONS (1 - 2)	85,950,334.88	71,880,123.07
Other income (3)	0.00	0.00
Management fees and depreciation provisions (4)	221,030,978.83	60,473,127.54
NET INCOME OF THE BUSINESS YEAR (L.214-17-1) (1-2+3-4)	-135,080,643.95	11,406,995.53
Revenue adjustment (5)	-34,379,670.21	683,901.13
Interim Distribution on Net Income paid during the business year (6)	0.00	0.00
NET PROFIT (1 - 2 + 3 - 4 + 5 + 6)	-169,460,314.16	12,090,896.66

5. Annual financial statements

b) Annual accounts – Accounting rules

ACCOUNTING RULES AND METHODS

The annual accounts are presented as provided by the ANC Regulation 2014-01 repealing Regulation CRC 2003-02 as amended.

General accounting principles apply, viz:

- fair picture, comparability, ongoing business,
- proper practice & trustworthiness,
- prudence,
- no unreported change in methods from one period to the next.

Revenues from fixed-yield securities are recognized on the basis of interest actually received.

Acquisitions and disposals of securities are recognized exclusive of costs.

The accounting currency of the portfolio is the EURO.

The accounting period reported on is 12 months.

Asset valuation rules:

Financial instruments are initially recognized at historic cost and carried on the Balance Sheet at their current value: this is their latest known market value or, in the absence of a market, is determined by any external means or by recourse to financial models.

Differences between the securities' current values determined as above and their original historic cost are recognized in the accounts as "differences on estimation".

Securities denominated in a currency other than that of the portfolio are valued in accordance with the above principle and then converted into the currency of the portfolio at the exchange rate obtained on the valuation date.

Deposit:

Deposits maturing in three months or sooner are valued according to the linear method.

Equities, bonds and other securities traded in a regulated market or equivalent:

When calculating the NAV, the equities and other securities traded in a regulated market or equivalent are valued based on the day's closing market price.

Bonds and similar securities are valued at the closing price notified by various financial service providers. These are the prices and market data relating to the transactions processed, which make it possible to closely approximate the fair value of the assets in the portfolio. The management company keeps all the supporting documents for these selected courses, in accordance with the valuation policy of the management company.

Interest accrued on bonds and similar securities is calculated up to the date of asset valuation.

5. Annual financial statements

Securities whose price has not been recorded on the valuation date or whose price has been corrected are evaluated under the responsibility of the management company at their probable trading value.

On the value of DE000A193EJ6 SWB FIN 7.0 07-23 and DE000A19MR53 CHAIN FINANCE 7.75% 2020, the management company has opted for a specific valuation to take into account a discount related to the illiquidity of the value, the price is the subject of a specific contribution.

Equities, bonds and other securities not traded in a regulated market or equivalent:

Securities not traded in a regulated market are valued by the Fund Manager using methods based on net equity and yield, taking into account the prices retained in significant recent transactions..

Negotiable credit instruments (Notes):

Negotiable credit instruments which are not actively traded in significant amounts are actuarially valued on the basis of a reference rate as specified below, plus any enhancement to represent the issuer's intrinsic characteristics:

Notes maturing in one year's time or less: euro interbank offered rate (Euribor);

Notes maturing in more than one year's time: the prevailing rate on medium-term interest-bearing Treasury notes (BTAN) or, for the longest Notes, on near-term fungible Treasury bonds (OAT).

Negotiable credit instruments maturing in three months or sooner may be valued according to the linear method.

French Treasury notes are valued using the market rate published daily by the Banque de France.

UCITS held:

UCITS units or shares are valued at the latest known NAV.

Temporary transactions in securities:

Securities held under sell-back deals are carried in Assets under "credits for securities held under sell-back deals" at the amount provided for in the contract, plus accrued interest receivable.

Securities sold under buy-back deals are booked to the buying portfolio at their current value. The corresponding debt is booked to the selling portfolio at the value set in the contract plus accrued interest payable.

Loaned securities are valued at their current value and carried in Assets under "credits for loaned securities" at their current value plus accrued interest receivable.

Borrowed securities are carried in Assets under "borrowed securities" at the amount provided for in the contract, and in Liabilities under "debts for borrowed securities" at the amount provided for in the contract plus accrued interest payable.

5. Annual financial statements

Hedges:

Hedges traded in a regulated market or equivalent:

Hedge instruments traded in regulated markets are valued at the day's settlement price.

Hedges not trades in a regulated market or equivalent:

Swaps:

Rate swaps and/or forward currency transactions are valued at their market value according to the price calculated by discounting future interest streams at market interest (and/or exchange) rates. This price is adjusted for default risk.

Index swaps are valued actuarially on the basis of a reference rate provided by the counterparty.

Other swaps are valued at their market value or are estimated as specified by the Fund Manager.

CDS:

Complex instruments such as "CDS", "SES" or complex options are valued according to their type using an appropriate method.

Off-Balance Sheet Commitments:

Firm hedging contracts are stated among "Off-Balance Sheet Commitments" at their market value at the rate used in the portfolio.

Conditional hedges are converted into their underlying equivalents.

Swap commitments are stated at their nominal value or at an equivalent amount, where there is no nominal value.

Management fees:

Management fees are calculated on the nominal capital on each valuation.

These fees are imputed to the fund's Income Statement.

Management fees are paid in full to the Fund Manager, which bears all the fund's operating costs.

The management fees do not include dealing costs.

The percentage of nominal capital charged is:

- 1.10% including taxes for Shares: R(C), HCHF-R(C), HUSD-R(C), RUSD(C), RSGD(C), R(D), HSGD-R(C);
- 0.70% including taxes for Shares: IEUR(C), IUSD(C), HCHF-I(C), HUSD-I(C);
- 0.10% including taxes for Shares MEUR(C/D);
- 0.80% including taxes for Shares NEUR(C) and HCHF-N(C).

5. Annual financial statements

The performance fee applicable to a particular unit class is based on a comparison of the Fund's valued asset and its reference asset.

The Fund's valued assets are the portion of the assets corresponding to a specific unit class, valued in accordance with the rules applicable to the assets and taking into account the actual operating and management fees corresponding to this unit class.

The Fund's reference assets are the portion of the assets corresponding to a specific unit class, adjusted to take into account the subscription/redemption amounts applicable to this unit class at each valuation, and valued in accordance with the reference rate of the Fund unit.

Variable management fees are calculated using the following method:

Part R(C)

25% of the UCIT's outperformance relative to the Benchmark, to the daily compounded EONIA (denominated in euros), above 2.60% per year.

Part IUSD(C)

25% of the UCIT's outperformance relative to the Benchmark, USD 1-month LIBOR (denominated in US dollars), above 3.00% per year.

Part HCHF-R(C)

25% of the UCIT's outperformance relative to the Benchmark, CHF 1-month LIBOR (denominated in Swiss francs), above 2.60% per year.

Part HCHF-I(C)

25% of the UCIT's outperformance relative to the Benchmark, CHF 1-month LIBOR (denominated in Swiss francs), above 3.00% per year.

Part HCHF-N(C)

25% of the UCIT's outperformance relative to the Benchmark, CHF 1-month LIBOR (denominated in Swiss francs), above 2.90% per year.

Part RSGD-(C)

25% of the UCIT's outperformance relative to the Benchmark, 1-month SIBOR (denominated in Singapore dollars), above 2.60% per year.

Part HSGD-R(C)

25% of the UCIT's outperformance relative to the Benchmark, 1-month SIBOR (denominated in Singapore dollars), above 2.10% per year.

Part ISGD-(C)

25% of the UCIT's outperformance relative to the Benchmark, 1-month SIBOR (denominated in Singapore dollars), above 3.00% per year.

5. Annual financial statements

Part HUSD-R(C)

25% of the UCIT's outperformance relative to the Benchmark, USD 1-month LIBOR (denominated in US dollars), above 2.60% per.

Part HUSD-I(C)

25% of the UCIT's outperformance relative to the Benchmark, USD 1-month LIBOR (denominated in US dollars), above 3.00% per year.

Part RUSD-(C)

25% of the UCIT's outperformance relative to the Benchmark, USD 1-month LIBOR (denominated in US dollars), above 2.60% per year.

Part NEUR(C)

25% of the UCIT's outperformance relative to the Benchmark, to the daily compounded EONIA (denominated in euros, above 2.90% per year.

Parts R(C) et R(D)

25% of the UCIT's outperformance relative to the Benchmark, to the daily compounded EONIA (denominated in euros, above 2.60% per year.

The observation period is defined as follows:

For REUR(C), IEUR(C) and IUSD(C) units:

- initial observation period: from 1 September 2010 to the last trading day of December 2011;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

For HCHF-R(C) units:

- initial observation period: from 23 June 2011 to the last trading day of December 2012;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

For HCHF-I(C) units:

- initial observation period: from 22 April 2015 to the last trading day of December 2016;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

For REUR(C/D), RUSD(C), RSGD(C), HUSD-R(C), ISGD(C) and HUSD-I(C) units:

- initial observation period: from 20 June 2014 to the last trading day of December 2015;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

5. Annual financial statements

For HSGD-R(C), HSGD-I(C), NEUR(C) and HCHF-N(C) units:

- initial observation period: from 10 October 2016 to the last trading day of December 2017;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

At the beginning of each observation period, the reference asset used will be the higher of the asset value recorded on 31 August 2010 for R, I and IUSD units, on 22 June 2011 for HCHF-R units, on 22 April 2015 for HCHF-I units and on 10 October 2016 for HSGD-R (C), HSGD-I (C), N (C) and HCHF-N (C) units and on 7 January 2019 for SREUR (C), HUSD-SR, HSGD-SR and HCHF-SR, on 4 March 2019 for SREUR (C/D) and all the valued assets recorded on the final day of each of the observation periods since the creation of the Fund. If necessary, the reference assets will be adjusted to take into account the amounts of any subscriptions/redemptions occurring between the recording date for the reference assets and the start of the new observation period.

If, during the observation period, the Fund's valued asset exceeds the reference asset as defined above, the variable portion of the management fees will represent up to 25% of the difference between these two assets.

If, during the observation period, the Fund's valued asset is lower than the reference asset, the variable portion of the management fees will be zero.

If, during the observation period, the Fund's valued asset is higher than the reference asset, this difference will be subject to a provision for variable management fees at the time of the net asset value calculation.

In the event that the Fund's valued asset is lower than the reference asset between two net asset values, any previously approved provision will be replaced with a new provision. The new provisions must not exceed the previous allocations.

This variable portion will be collected at the end of each observation period only if, over the elapsed period, the Fund's valued asset exceeds the reference asset at the time of the final net asset value.

In the event of redemption, the portion of the provision corresponding to the number of units redeemed will be permanently retained by the Management Company.

Swing Pricing:

The management company has put in place a swing pricing mechanism of the net asset value with a trigger point since 08/09/2017. This information is made available to unitholders in the prospectus of the funds, available at the management company's registered office, as well as on its website

Allocation of net profit:

The net profit (loss) for the period is the total of interest, arrears, premiums, allotments and dividends, plus income on ready cash, minus management fees and financial dealing costs. Latent or realised capital gains or losses are not counted as revenue; nor are subscription/redemption fees.

The amounts available for distribution are the net profit for the period, plus any sums brought forward, plus or minus the balance of any revenue adjustment accounts relating to the financial period in question.

5. Annual financial statements

Gains and losses:

The net realised gains (deducted from management fees and realised losses) from the financial year will increase the same type of net realized gains from earlier financial years, if the fund hasn't distributed or accumulated its gains and will also increase or reduce the equalization accounts for realised gains.

Appropriation methods for the distributable amounts:

Distributable amounts	Shares REUR(C) Shares RUSD(C) Shares HCHF-R(C) Shares RSGD(C) Shares HUSD-R(C) Shares HSGD-R(C) Shares IEUR(C) Shares IUSD(C) Shares HCHF-I(C) Shares HUSD-I(C) Shares NEUR(C) Shares « HCHF-N(C)	Shares REUR(C/D) Shares MEUR(C/D)
Allocation of the net income	Accumulation	Distribution/Accumulation
Allocation of the net realized gains and losses	Accumulation	Accumulation/Distribution

5. Annual financial statements

■ Change in net assets in EUR

Change in net assets on 12/31/18

Portfolio : 2788 H2O MULTIBONDS

	12/31/18	12/29/17
NET ASSETS IN START OF PERIOD	1,467,362,650.96	1,047,498,700.33
Subscriptions (including subscription fees received by the fund)	2,155,607,818.11	720,113,016.25
Redemptions (net of redemption fees received by the fund)	-971,141,915.39	-451,998,257.15
Capital gains realised on deposits and financial instruments	62,761,933.52	53,450,912.11
Capital losses realised on deposits and financial instruments	-8,525,948.10	-11,250,881.45
Capital gains realised on hedges	1,886,920,358.52	790,948,448.26
Capital losses realised on hedges	-1,306,065,980.35	-673,106,403.57
Dealing costs	-5,760,661.90	-3,868,825.42
Exchange gains/losses	174,447,621.74	-93,979,004.09
Changes in difference on estimation (deposits and financial instruments)	-28,769,058.88	115,809,170.23
<i>Difference on estimation, period N</i>	<i>142,829,739.92</i>	<i>171,598,798.80</i>
<i>Difference on estimation, period N-1</i>	<i>-171,598,798.80</i>	<i>-55,789,628.57</i>
Changes in difference on estimation (hedges)	19,494,526.48	-36,954,387.31
<i>Difference on estimation, period N</i>	<i>15,184,545.58</i>	<i>-4,309,980.90</i>
<i>Difference on estimation, period N-1</i>	<i>4,309,980.90</i>	<i>-32,644,406.41</i>
Net Capital gains and losses Accumulated from Previous business year	-3,751,905.11	-595,924.74
Distribution on Net Capital Gains and Losses from previous business year	-710,907.27	-110,908.02
Net profit for the period, before adjustment prepayments	-135,080,643.95	11,406,995.53
Allocation Report of distributed items on Net Income	0.00	0.00
Interim Distribution on Net Income paid during the business year	0.00	0.00
Other items	0.00	0.00
NET ASSET IN DATE OF PERIOD OR IN END OF PERIOD	3,306,787,888.38	1,467,362,650.96

5. Annual financial statements

■ Additional information

• Breakdown of financial instruments by legal or commercial type

	Amount	%
Assets		
Bonds and similar securities		
Fixed-rate bonds traded on a regulated or similar market	2,757,406,442.37	83.39
Floating-rate bonds traded on regulated markets	552,899.53	0.02
mortgages negotiated on a regulated or assimilated market	3,091,705.33	0.09
Other bonds (indexed bonds, participating interests)	16,850,506.57	0.51
TOTAL Bonds and similar securities	2,777,901,553.80	84.01
Credit instruments		
Treasury bill	313,229,579.80	9.47
TOTAL Credit instruments	313,229,579.80	9.47
Liabilities		
Transactions involving transfer of financial instruments		
TOTAL Transactions involving transfer of financial instruments	0.00	0.00
Off-balance sheet		
Hedges		
TOTAL Hedges	0.00	0.00
Other operations		
Credit	48,987,446.96	1.48
Exchange rate	257,027,888.29	7.77
Other	24,624,192.67	0.74
Rate	17,491,697,252.89	528.96
TOTAL Other operations	17,822,336,780.81	538.96

• Breakdown of asset, liability and off-balance sheet items, by type

	Fixe rate	%	Variable rate	%	Rate subject to review	%	Others	%
Assets								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	2,748,815,336.13	83.13	0.00	0.00	3,156,406.75	0.10	25,929,810.92	0.78
Credit instruments	313,229,579.80	9.47	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	394,290,955.69	11.92
Liabilities								
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	74,097,186.42	2.24
Off-balance sheet								
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other operations	17,491,697,252.89	528.96	0.00	0.00	0.00	0.00	0.00	0.00

5. Annual financial statements

- Breakdown of asset, liability and off-balance sheet items, by time to maturity

	< 3 months	%	[3 months - 1 year]	%	[1 - 3 years]	%	[3 - 5 years]	%	> 5 years	%
Assets										
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	4,344,428.11	0.13	173,677,552.34	5.25	123,620,261.11	3.74	639,173,119.62	19.33	1,837,086,192.62	55.56
Credit instruments	103,674,877.54	3.14	209,554,702.26	6.34	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	394,290,955.69	11.92	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Liabilities										
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	74,097,186.42	2.24	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Off-balance sheet										
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other operations	0.00	0.00	0.00	0.00	8,048,178,478.02	243.38	4,085,340,495.88	123.54	5,358,178,278.99	162.04

- Breakdown of asset, liability and off-balance sheet items, by listing or evaluation currency

	Currency 1 USD	%	Currency 2 CHF	%	Currency 3 MXN	%	Currency N	%
Assets								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Equities and similar securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	210,706,404.79	6.37	0.00	0.00	406,077,448.92	12.28	35,102,869.19	1.06
Credit instruments	0.00	0.00	0.00	0.00	0.00	0.00	221,263,911.10	6.69
Mutual fund units	12,287,581.35	0.37	0.00	0.00	0.00	0.00	114,500.58	0.00
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Liabilities								
Liabilities	12,060,448,016.63	364.72	28,222,667.35	0.85	1,909,130,636.06	57.73	5,521,899,056.52	166.99
Financial accounts	10,895,832.46	0.33	426,405.31	0.01	42,157.58	0.00	5,614,513.07	0.17
Liabilities								
Transactions involving transfer of financial instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions in securities	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Debts	4,511,198,151.93	136.42	4,996,950,653.55	151.11	0.00	0.00	6,983,281,567.89	211.18
Financial accounts	73,812,448.83	2.23	0.00	0.00	0.00	0.00	284,737.59	0.01
Off-balance sheet								
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other operations	5,680,314,539.29	171.78	0.00	0.00	0.00	0.00	56,113,308.85	1.70

5. Annual financial statements

- Breakdown by items of receivables and payables

	Type	12/31/18
Receivables	Forward foreign exchange purchase	4,875,826,592.14
	Funds to be accepted on urgent sale of currencies	16,067,315,688.48
	Sales deferred settlement	587,556,417.94
	Collateral	38,401,607.83
Total receivables		21,569,100,306.39
Payables	Urgent sale of currency	- 15,906,139,054.90
	Forward foreign exchange sale	- 4,879,372,186.16
	Purchases deferred settlement	- 587,480,972.11
	Management fees	- 2,804,774.62
	Variable management fees	- 198,072,059.87
	Deposits	- 275.39
	Collateral	- 175,812,067.09
	Other payables	- 4,740.15
Total of Payables		- 21,749,686,130.29
Total payables and receivables		- 180,585,823.90

- Shareholders' funds

- Number of units issued or redeemed

	Units	Value
Unit REUR(C)		
Units subscribed during the period	3,581,610.9912	1,250,132,362.68
Units redeemed during the period	-1,236,761.7279	-434,347,724.11
Net Subscriptions / Redemptions	2,344,849.2633	815,784,638.57
Unit NEUR(C)		
Units subscribed during the period	565,020.9201	71,073,759.04
Units redeemed during the period	-299,639.3013	-36,956,242.36
Net Subscriptions / Redemptions	265,381.6188	34,117,516.68
Unit HCHF-(C)		
Units subscribed during the period	101.7758	7,634,125.46
Units redeemed during the period	-45.3348	-3,607,632.47
Net Subscriptions / Redemptions	56.4410	4,026,492.99

5. Annual financial statements

■ Shareholders' funds

● Number of units issued or redeemed

	Units	Value
Unit IEUR(C)		
Units subscribed during the period	2,958.9945	516,607,248.10
Units redeemed during the period	-1,924.1095	-339,112,675.76
Net Subscriptions / Redemptions	1,034.8850	177,494,572.34
Unit HUSD-R(C)		
Units subscribed during the period	501,192.9393	91,540,801.72
Units redeemed during the period	-305,524.3416	-59,377,370.19
Net Subscriptions / Redemptions	195,668.5977	32,163,431.53
Unit MEUR(C/D)		
Units subscribed during the period	45,344.4117	6,788,514.93
Units redeemed during the period	-58,859.4645	-9,039,678.65
Net Subscriptions / Redemptions	-13,515.0528	-2,251,163.72
Unit HCHF-N(C)		
Units subscribed during the period	3,883.0000	447,654.41
Units redeemed during the period	-1,756.0000	-214,593.70
Net Subscriptions / Redemptions	2,127.0000	233,060.71
Unit HUSD-I(C)		
Units subscribed during the period	415.8594	35,847,214.94
Units redeemed during the period	-253.8587	-23,107,543.13
Net Subscriptions / Redemptions	162.0007	12,739,671.81
Unit HSGD-R(C)		
Units subscribed during the period	137,931.7456	11,949,755.56
Units redeemed during the period	-11,830.0869	-1,029,023.70
Net Subscriptions / Redemptions	126,101.6587	10,920,731.86
Unit IUSD(C)		
Units subscribed during the period	153.1398	21,241,219.46
Units redeemed during the period	-174.9251	-23,590,424.85
Net Subscriptions / Redemptions	-21.7853	-2,349,205.39

5. Annual financial statements

■ Shareholders' funds

● Number of units issued or redeemed

	Units	Value
Unit RUSD(C)		
Units subscribed during the period	80,857.0208	12,388,530.94
Units redeemed during the period	-32,606.9703	-5,145,699.39
Net Subscriptions / Redemptions	48,250.0505	7,242,831.55
Unit HCHF-R(C)		
Units subscribed during the period	31,277.2640	9,910,261.04
Units redeemed during the period	-21,789.2944	-6,639,139.66
Net Subscriptions / Redemptions	9,487.9696	3,271,121.38
Unit RSGD(C)		
Units subscribed during the period	107,942.9686	13,405,520.39
Units redeemed during the period	-71,177.4305	-9,192,549.35
Net Subscriptions / Redemptions	36,765.5381	4,212,971.04
Unit REUR(C/D)		
Units subscribed during the period	590,911.7159	106,640,849.44
Units redeemed during the period	-107,229.8413	-19,781,618.07
Net Subscriptions / Redemptions	483,681.8746	86,859,231.37

● Subscription and/or redemption fees

	Value
Unit NEUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit REUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit HCHF-(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00

5. Annual financial statements

- Subscription and/or redemption fees

	Value
Unit HUSD-R(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit IEUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit HCHF-N(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit MEUR(C/D)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit IUSD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit HUSD-I(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit HSGD-R(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit HCHF-R(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00

5. Annual financial statements

- Subscription and/or redemption fees

	Value
Unit RUSD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit RSGD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00
Unit REUR(C/D)	
Total of redemption fees received	0.00
Total of subscription fees received	0.00
Total of subscription and/or redemption fees received	0.00

- Management fees chargeable to the fund

	12/31/18
Unit REUR(C)	
Underwriting commission	0.00
Fixed management fees	16,895,517.00
Percentage set for fixed management fees	1.08
Variable management fees	131,089,984.92
Trailer fees	0.00
Unit HCHF-(C)	
Underwriting commission	0.00
Fixed management fees	62,285.47
Percentage set for fixed management fees	0.70
Variable management fees	806,889.24
Trailer fees	0.00
Unit NEUR(C)	
Underwriting commission	0.00
Fixed management fees	525,359.90
Percentage set for fixed management fees	0.80
Variable management fees	5,073,318.14
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/18
Unit MEUR(C/D)	
Underwriting commission	0.00
Fixed management fees	8,598.70
Percentage set for fixed management fees	0.10
Variable management fees	2.23
Trailer fees	0.00
Unit HUSD-R(C)	
Underwriting commission	0.00
Fixed management fees	1,561,096.75
Percentage set for fixed management fees	1.10
Variable management fees	11,735,049.77
Trailer fees	0.00
Unit IEUR(C)	
Underwriting commission	0.00
Fixed management fees	2,996,741.33
Percentage set for fixed management fees	0.69
Variable management fees	35,773,800.55
Trailer fees	0.00
Unit HCHF-N(C)	
Underwriting commission	0.00
Fixed management fees	3,411.73
Percentage set for fixed management fees	0.80
Variable management fees	31,621.42
Trailer fees	0.00
Unit IUSD(C)	
Underwriting commission	0.00
Fixed management fees	144,282.16
Percentage set for fixed management fees	0.68
Variable management fees	1,353,451.87
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/18
Unit HUSD-I(C)	
Underwriting commission	0.00
Fixed management fees	231,449.08
Percentage set for fixed management fees	0.70
Variable management fees	3,322,028.45
Trailer fees	0.00
Unit HSGD-R(C)	
Underwriting commission	0.00
Fixed management fees	19,907.78
Percentage set for fixed management fees	1.10
Variable management fees	224,016.29
Trailer fees	0.00
Unit RUSD(C)	
Underwriting commission	0.00
Fixed management fees	171,798.83
Percentage set for fixed management fees	1.11
Variable management fees	877,819.38
Trailer fees	0.00
Unit HCHF-R(C)	
Underwriting commission	0.00
Fixed management fees	124,187.10
Percentage set for fixed management fees	1.09
Variable management fees	975,233.27
Trailer fees	0.00
Unit RSGD(C)	
Underwriting commission	0.00
Fixed management fees	84,205.83
Percentage set for fixed management fees	1.09
Variable management fees	584,264.49
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/18
Unit REUR(C/D)	
Underwriting commission	0.00
Fixed management fees	771,608.02
Percentage set for fixed management fees	1.10
Variable management fees	5,583,049.13
Trailer fees	0.00

- Commitments received and given

Guarantees received by the UCIT

None.

Other commitments received and/or given

None.

5. Annual financial statements

■ Further details

● Stock market values of temporarily acquired securities

	12/31/18
Securities held under sell-back deals	0.00
Borrowed securities	0.00

● Stock market values of pledged securities

	12/31/18
Financial instruments pledged but not reclassified	213,154,471.13
Financial instruments received as pledges but not recognized in the Balance Sheet	0.00

● Instruments financiers détenus, émis et/ou gérés par le Groupe Natixis

	Isin code	Name of security	12/31/18
Equities			0.00
Bonds			0.00
Notes			0.00
UCITS			66,191,849.54
	IE00BYVMHS98	H2O BARRY ACTIVEVALUE FD CL I USD	133,499.54
	IE00BYVMJ495	H2O Barry Short I EUR	4,784,274.90
	FR0013282720	H2O LARGO I C EUR	51,498,864.46
	IE00BFZ8B995	H2O MULTI AGGREGATE CLASS N GBP HDG	114,500.58
	IE00BD4LCS16	H2O MULTI EMERGING DEBT FUND CLASS I	8,417,398.96
	FR0011036680	SOLO ABSOLUTE BONDS AND CURRENCY	1,243,311.10
Hedges			0.00
Total group financial instruments			66,191,849.54

5. Annual financial statements

■ Table of profit (loss)

● Table of allocation of the distributable share of the sums concerned to profit (loss)

	12/31/18	12/29/17
Sums not yet allocated		
Brought forward	245,805.33	1,140.21
Profit (loss)	-169,460,314.16	12,090,896.66
Total	-169,214,508.83	12,092,036.87

	12/31/18	12/29/17
Unit HCHF-(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-517,891.12	150,495.85
Total	-517,891.12	150,495.85

	12/31/18	12/29/17
Unit NEUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-4,007,361.91	-656,588.90
Total	-4,007,361.91	-656,588.90

	12/31/18	12/29/17
Unit REUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-116,875,613.06	8,247,175.18
Total	-116,875,613.06	8,247,175.18

5. Annual financial statements

■ Table of profit (loss)

	12/31/18	12/29/17
Unit IEUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-27,531,161.19	3,008,855.72
Total	-27,531,161.19	3,008,855.72

	12/31/18	12/29/17
Unit MEUR(C/D)		
Allocation		
Distribution	269,054.74	414,052.05
Brought forward	328.77	18,708.72
Capitalized	0.00	0.00
Total	269,383.51	432,760.77
Details of units with dividend entitlement		
Number of units	47,285.5426	60,800.5954
Dividend per unit	5.69	6.81
Tax credits		
Tax credit attached to the distribution of income	0.00	29,039.15

	12/31/18	12/29/17
Unit HCHF-N(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-25,957.97	-814.67
Total	-25,957.97	-814.67

	12/31/18	12/29/17
Unit HUSD-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-8,634,881.18	922,830.99
Total	-8,634,881.18	922,830.99

5. Annual financial statements

■ Table of profit (loss)

	12/31/18	12/29/17
Unit HUSD-I(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-2,214,021.92	141,092.07
Total	-2,214,021.92	141,092.07

	12/31/18	12/29/17
Unit HSGD-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-595,716.17	-140.74
Total	-595,716.17	-140.74

	12/31/18	12/29/17
Unit IUSD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-780,967.56	-290,072.99
Total	-780,967.56	-290,072.99

	12/31/18	12/29/17
Unit RUSD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-699,612.93	-159,071.28
Total	-699,612.93	-159,071.28

5. Annual financial statements

■ Table of profit (loss)

	12/31/18	12/29/17
Unit HCHF-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-825,621.36	93,774.90
Total	-825,621.36	93,774.90

	12/31/18	12/29/17
Unit RSGD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-423,268.62	1,074.22
Total	-423,268.62	1,074.22

	12/31/18	12/29/17
Unit REUR(C/D)		
Allocation		
Distribution	0.00	148,378.36
Brought forward	0.00	52,287.39
Capitalized	-6,351,817.35	0.00
Total	-6,351,817.35	200,665.75
Details of units with dividend entitlement		
Number of units	624,994.5987	141,312.7241
Dividend per unit	0.00	1.05
Tax credits		
Tax credit attached to the distribution of income	0.00	82,572.82

5. Annual financial statements

- Table of allocation of the distributable share of the sums concerned to capital gains and losses

	12/31/18	12/29/17
Sums not yet allocated		
Net Capital gains and losses Accumulated from Previous business year	25,122,859.12	4,731,651.69
Net Capital gains and losses of the business year	612,146,008.43	158,114,640.23
Allocation Report of distributed items on Net Capital Gains and Losses	0.00	0.00
Total	637,268,867.55	162,846,291.92

	12/31/18	12/29/17
Unit NEUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	18,158,193.97	4,920,670.46
Total	18,158,193.97	4,920,670.46

	12/31/18	12/29/17
Unit REUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	400,770,510.23	112,897,537.24
Total	400,770,510.23	112,897,537.24

	12/31/18	12/29/17
Unit HCHF-(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	2,438,119.41	145,140.38
Total	2,438,119.41	145,140.38

5. Annual financial statements

	12/31/18	12/29/17
Unit IEUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	100,182,939.65	30,135,037.13
Total	100,182,939.65	30,135,037.13

	12/31/18	12/29/17
Unit MEUR(C/D)		
Allocation		
Distribution	1,076,691.81	151,393.48
Net capital gains and losses accumulated per share	1,428,287.15	1,229,931.36
Capitalized	0.00	0.00
Total	2,504,978.96	1,381,324.84
Details of units with dividend entitlement		
Number of units	47,285.5426	60,800.5954
Dividend per unit	22.77	2.49

	12/31/18	12/29/17
Unit HUSD-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	39,779,126.57	1,906,324.75
Total	39,779,126.57	1,906,324.75

	12/31/18	12/29/17
Unit HCHF-N(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	105,231.35	5,085.99
Total	105,231.35	5,085.99

5. Annual financial statements

	12/31/18	12/29/17
Unit HUSD-I(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	10,719,056.46	434,900.63
Total	10,719,056.46	434,900.63

	12/31/18	12/29/17
Unit HSGD-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	2,246,975.12	2,757.72
Total	2,246,975.12	2,757.72

	12/31/18	12/29/17
Unit IUSD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	4,346,510.05	2,383,208.11
Total	4,346,510.05	2,383,208.11

	12/31/18	12/29/17
Unit RUSD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	3,629,984.81	1,016,482.75
Total	3,629,984.81	1,016,482.75

5. Annual financial statements

	12/31/18	12/29/17
Unit HCHF-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	3,124,072.70	240,658.98
Total	3,124,072.70	240,658.98

	12/31/18	12/29/17
Unit RSGD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	1,888,169.69	453,341.02
Total	1,888,169.69	453,341.02

	12/31/18	12/29/17
Unit REUR(C/D)		
Allocation		
Distribution	19,874,828.24	1,459,760.44
Net capital gains and losses accumulated per share	27,500,170.34	5,464,061.48
Capitalized	0.00	0.00
Total	47,374,998.58	6,923,821.92
Details of units with dividend entitlement		
Number of units	624,994.5987	141,312.7241
Dividend per unit	31.80	10.33

5. Annual financial statements

■ Table of profit (loss) and other typical features of the fund over the past five financial periods

	12/31/14	12/31/15	12/30/16	12/29/17	12/31/18
Global Net Assets in EUR	803,688,880.01	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38
H2O MULTIBONDS HCHF-(C)					
Net assets in CHF	0.00	4,291,675.26	2,595,814.63	6,272,739.09	13,894,625.59
Number of shares/units	0.0000	73.5753	39.7957	84.5781	141.0191
NAV per share/unit in CHF	0.00	58,330.38	65,228.52	74,165.05	98,530.09
Net Capital Gains and Losses Accumulated per share	0.00	1,729.93	6,192.25	1,716.05	17,289.28
Net income Accumulated per share	0.00	-931.59	1,286.75	1,779.37	-3,672.48
H2O MULTIBONDS NEUR(C)					
Net assets in EUR	0.00	0.00	0.00	46,979,054.38	100,091,555.83
Number of shares/units	0.0000	0.0000	0.0000	446,540.9627	711,922.5815
NAV per share/unit in EUR	0.00	0.00	0.00	105.20	140.59
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	11.01	25.50
Net income Accumulated per share	0.00	0.00	0.00	-1.47	-5.62
H2O MULTIBONDS REUR(C)					
Net assets in EUR	460,750,096.15	645,240,212.20	733,282,017.78	972,275,493.15	2,209,706,616.22
Number of shares/units	2,574,999.2307	2,753,838.3286	2,807,948.8681	3,260,052.9934	5,604,902.2567
NAV per share/unit in EUR	178.93	234.30	261.14	298.23	394.24
Net Capital Gains and Losses Accumulated per share	25.03	43.19	24.24	34.63	71.50
Net income Accumulated per share	-1.82	-7.30	1.92	2.52	-20.85

5. Annual financial statements

■ Table of profit (loss) and other typical features of the fund over the past five financial periods

	12/31/14	12/31/15	12/30/16	12/29/17	12/31/18
Global Net Assets in EUR	803,688,880.01	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38
H2O MULTIBONDS MEUR(C/D)					
Net assets in EUR	0.00	0.00	3,729,316.47	7,964,687.64	8,361,464.26
Number of shares/units	0.0000	0.0000	32,407.7499	60,800.5954	47,285.5426
NAV per share/unit in EUR	0.00	0.00	115.07	130.99	176.82
Distribution on Net Capital gains and losses per share	0.00	0.00	4.36	2.49	22.77
Net capital gains and losses accumulated per share in EUR	0.00	0.00	7.34	20.22	30.20
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	0.00
Distribution on Net Income per share	0.00	0.00	1.40	6.81	5.69
Unit brought forward in EUR on the result	0.00	0.00	0.00	0.30	0.00
Tax credits per share/unit	0,00	0,00	0,00	0,57	*
H2O MULTIBONDS IEUR(C)					
Net assets in EUR	283,187,990.64	230,010,735.55	192,460,925.09	259,711,614.61	553,322,217.08
Number of shares/units	3,156.0298	1,949.3226	1,458.5586	1,716.8857	2,751.7707
NAV per share/unit in EUR	89,729.18	117,995.21	131,952.82	151,269.01	201,078.60
Net Capital Gains and Losses Accumulated per share	12,539.20	21,704.83	12,251.64	17,552.15	36,406.71
Net income Accumulated per share	-608.61	-3,248.99	1,348.46	1,752.50	-10,004.88
H2O MULTIBONDS HUSD-R(C)					
Net assets in USD	19,421,852.32	84,864,498.43	66,242,020.41	107,868,081.86	195,106,932.65
Number of shares/units	173,717.7508	585,961.3300	407,934.1069	575,442.0346	771,110.6323
NAV per share/unit in USD	111.80	144.82	162.38	187.45	253.02
Net Capital Gains and Losses Accumulated per share	18.15	36.75	21.55	3.31	51.58
Net income Accumulated per share	-0.95	-3.87	0.87	1.60	-11.19

5. Annual financial statements

Table of profit (loss) and other typical features of the fund over the past five financial periods

	12/31/14	12/31/15	12/30/16	12/29/17	12/31/18
Global Net Assets in EUR	803,688,880.01	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38
H2O MULTIBONDS HCHF-N(C)					
Net assets in CHF	0.00	0.00	0.00	201,456.55	598,618.72
Number of shares/units	0.0000	0.0000	0.0000	1,700.0000	3,827.0000
NAV per share/unit in CHF	0.00	0.00	0.00	118.50	156.41
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	2.99	27.49
Net income Accumulated per share	0.00	0.00	0.00	-0.47	-6.78
H2O MULTIBONDS IUSD(C)					
Net assets in USD	23,013,957.73	21,434,287.46	18,023,221.04	24,525,248.53	27,621,040.62
Number of shares/units	271.6808	214.2058	162.1718	174.0038	152.2185
NAV per share/unit in USD	84,709.54	100,063.99	111,136.59	140,946.62	181,456.52
Net Capital Gains and Losses Accumulated per share	9,792.78	16,942.11	9,681.27	13,696.29	28,554.41
Net income Accumulated per share	-457.26	-2,435.99	3,344.06	-1,667.04	-5,130.56
H2O MULTIBONDS HSGD-R(C)					
Net assets in SGD	0.00	0.00	0.00	49,817.19	18,256,808.66
Number of shares/units	0.0000	0.0000	0.0000	460.5690	126,562.2277
NAV per share/unit in SGD	0.00	0.00	0.00	108.16	144.25
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	5.98	17.75
Net income Accumulated per share	0.00	0.00	0.00	-0.30	-4.70
H2O MULTIBONDS HUSD-I(C)					
Net assets in USD	10,117,612.23	94,200,798.58	10,314,235.71	24,553,197.27	52,672,987.77
Number of shares/units	196.0000	1,402.6595	135.7152	280.5021	442.5028
NAV per share/unit in USD	51,620.47	67,158.70	75,999.11	87,533.02	119,034.24
Net Capital Gains and Losses Accumulated per share	454.20	16,976.02	10,059.88	1,550.43	24,223.70
Net income Accumulated per share	-233.46	-1,661.49	997.18	502.99	-5,003.40

5. Annual financial statements

■ Table of profit (loss) and other typical features of the fund over the past five financial periods

	12/31/14	12/31/15	12/30/16	12/29/17	12/31/18
Global Net Assets in EUR	803,688,880.01	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38
H2O MULTIBONDS HCHF-R(C)					
Net assets in CHF	15,487,628.06	13,378,161.21	11,702,237.52	10,435,592.48	17,775,015.28
Number of shares/units	80,186.5436	53,220.6984	41,776.9915	32,791.2268	42,279.1964
NAV per share/unit in CHF	193.14	251.37	280.11	318.24	420.41
Net Capital Gains and Losses Accumulated per share	24.63	57.20	27.04	7.33	73.89
Net income Accumulated per share	-1.65	-7.15	2.65	2.85	-19.52
H2O MULTIBONDS RUSD(C)					
Net assets in USD	432,348.28	6,478,350.83	6,858,718.19	10,451,543.89	23,007,104.38
Number of shares/units	4,486.9230	57,621.2568	55,158.2616	66,623.5519	114,873.6024
NAV per share/unit in USD	96.35	112.42	124.34	156.87	200.28
Net Capital Gains and Losses Accumulated per share	8.60	19.16	10.83	15.25	31.59
Net income Accumulated per share	0.18	-3.69	3.32	-2.38	-6.09
H2O MULTIBONDS RSGD(C)					
Net assets in SGD	902,450.81	4,270,463.31	2,127,068.66	6,253,313.25	16,282,950.15
Number of shares/units	8,534.8710	32,329.3736	14,694.8305	36,292.4881	73,058.0262
NAV per share/unit in SGD	105.73	132.09	144.74	172.30	222.87
Net Capital Gains and Losses Accumulated per share	8.09	15.91	8.91	12.49	25.84
Net income Accumulated per share	-0.42	-3.09	0.17	0.02	-5.79

5. Annual financial statements

■ Table of profit (loss) and other typical features of the fund over the past five financial periods

	12/31/14	12/31/15	12/30/16	12/29/17	12/31/18
Global Net Assets in EUR	803,688,880.01	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38
H2O MULTIBONDS REUR(C/D)					
Net assets in EUR	2,518,760.27	6,016,393.40	7,120,070.30	22,647,591.64	123,464,173.42
Number of shares/units	24,474.4892	44,773.3127	48,236.0592	141,312.7241	624,994.5987
NAV per share/unit in EUR	102.91	134.37	147.60	160.26	197.54
Distribution on Net Capital gains and losses per share	0.00	1.50	6.64	10.33	31.80
Net capital gains and losses accumulated per share in EUR	0.00	23.33	30.32	38.66	44.00
Net Capital Gains and Losses Accumulated per share	11.23	0.00	0.00	0.00	0.00
Net income Accumulated per share	0.00	-4.06	0.00	0.00	-10.16
Distribution on Net Income per share	0.34	0.00	0.74	1.05	0.00
Unit brought forward in EUR on the result	0.00	0.00	0.00	0.37	0.00
Tax credits per share/unit	0,00	0,00	0,00	0,235	*

5. Annual financial statements

Portfolio listing of financial instruments

Name of security	Currency	Quantity	Market value	%
Bonds and similar securities				
Listed bonds and similar securities				
FRANCE				
AXASA 5 1/2 07/22/49	USD	2,000,000	1,663,906.26	0.05
CASA 6.50% PERP	EUR	5,000,000	5,116,830.56	0.15
LAMON TF/TV 04/23/43	USD	300,000	269,050.36	0.01
LAMON 6 3/4 04/25/44	EUR	400,000	483,847.07	0.01
SG 7.375% PERP	USD	6,836,000	5,726,612.19	0.17
SOCGEN TV 11/49	USD	1,000,000	552,899.53	0.02
SOCIETE GENERALE TV PERPETL	EUR	500,000	543,664.38	0.02
TOTAL FRANCE			14,356,810.35	0.43
GREECE				
GRECE 15/10/2042	EUR	54,791,400	166,839.81	0.01
GRECE 4.75% 17/04/2019	EUR	143,560,000	150,085,627.96	4.54
HELLENIC REPUBLIC GOVERNMENT BOND 3.5% 30-01-23	EUR	104,481,811	109,117,769.14	3.30
HELLENIC REPUBLIC GOVERNMENT BOND 3.75% 29-01-28	EUR	111,320,126	110,291,085.81	3.34
HELLENIC REPUBLIC GOVERNMENT BOND 3.9% 30-01-33	EUR	31,507,590	29,884,478.66	0.90
HELLENIC REPUBLIC GOVERNMENT BOND 4.0% 30-01-37	EUR	3,508,925	3,226,179.67	0.10
HELLENIC REPUBLIC GOVERNMENT BOND 4.2% 29-01-42	EUR	9,139,131	8,403,094.18	0.25
HELLENIC REPUBLIC GOVERNMENT BOND 4.375% 01-08-22	EUR	13,800,000	14,624,808.99	0.44
TOTAL GREECE			425,799,884.22	12.88
ILIAC TRACTS CAIMANES				
ADS SECURITIES FUNDING LIMITED 6.5% 18-06-23	USD	56,000,000	49,918,371.75	1.51
TOTAL ILIAC TRACTS CAIMANES			49,918,371.75	1.51
ITALY				
BTPS 2.35 09/15/24	EUR	15,000,000	16,683,666.76	0.50
BTPS 4 3/4 09/01/44	EUR	41,100,000	50,328,418.02	1.52
INTESA SANPAOLO 7.75% PERP	EUR	4,000,000	4,354,460.87	0.13
ITALIE 4.75% 01/09/2028	EUR	566,400,000	678,573,094.81	20.52
ITALIE 6 7/8% 23	USD	8,000,000	7,821,953.96	0.24
TOTAL ITALY			757,761,594.42	22.91
MEXICO				
CORPORACION GEO 8.875% 03/22 DEFAULT	USD	24,300,000	201,304.29	0.01
MEXICAN BONOS 10.0% 05-12-24	MXN	47,500,000	225,190,835.03	6.81
MEXICAN BONOS 5.0% 11-12-19	MXN	200,000	863,038.52	0.03
MEXICAN BONOS 7.5% 03-06-27 - PAYE TOUS LES 182 JOURS	MXN	43,000,000	178,378,307.55	5.39
PEMEX 7.47 11/12/26	MXN	500,000	1,645,267.82	0.05
TOTAL MEXICO			406,278,753.21	12.29
NETHERLANDS				
ABN AMRO BANK NV 4.75% PERP	EUR	6,000,000	5,325,871.16	0.16
AMAT FINA BV 8.25% 31-07-17	EUR	11,300,000	9,079,304.35	0.27
CHAIN FINANCE BV 7.75% 11-08-20	EUR	110,600,000	80,825,116.44	2.44
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	EUR	76,000,000	73,293,150.68	2.22
DEGROS HOLDING BV 6.5% 17-01-23	EUR	43,000,000	45,687,794.52	1.38
LA PERLA FASHION FINANCE BV 7.25% 29-03-23	EUR	112,000,000	114,865,121.10	3.48
SWB FINANCE BV 7.0% 26-07-23	EUR	26,000,000	19,002,794.52	0.57

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	110,000,000	110,833,626.71	3.36
TOTAL NETHERLANDS			458,912,779.48	13.88
PORTUGAL				
BANCO ESPIRITO SANTO S 2.625% 08/05/2017	EUR	6,800,000	2,080,800.00	0.06
BCO ESPI 4.75% 15-01-18 EMTN DEFAULT	EUR	6,000,000	1,775,430.00	0.05
PGB 2 7/8 10/15/25	EUR	480,000	537,595.86	0.02
PORT OBRI DO 2.875% 21-07-26	EUR	10,000,000	11,218,203.43	0.34
PORT OBRI DO 3.85% 15-04-21	EUR	15,800,000	17,708,815.32	0.54
PORTUGAL REPUBLIQUE 4.1% 15-02-45	EUR	68,650,000	86,043,841.09	2.60
PORTUGAL 4.75% 14/06/19	EUR	13,000,000	13,649,581.51	0.41
PORTUGAL 4.80% 15/06/20	EUR	19,728,000	21,737,876.48	0.66
PORTUGAL 4.95% 25/10/23	EUR	14,040,000	17,181,634.64	0.52
PORTUGAL 4.1% 06-150437	EUR	60,200,000	75,283,258.44	2.28
TAGU S E1R+1.95% 12-05-25	EUR	5,500,000	2,523,769.96	0.08
TAGU SOCI DE 1.99% 12-02-19	EUR	10,800,000	488,198.11	0.01
TOTAL PORTUGAL			250,229,004.84	7.57
SPAIN				
BANKIA 6.375% PERP	EUR	6,000,000	5,690,017.50	0.17
CAIXABANK 5.25% PERP	EUR	5,000,000	4,262,470.83	0.13
ESPAGNE 5.4% 31/01/2023	EUR	1,310,000	1,652,673.12	0.05
SPGB 3.8 04/30/24	EUR	7,050,000	8,431,864.71	0.26
SPGB 4.4% 10/31/23	EUR	1,500,000	1,797,682.60	0.05
TOTAL SPAIN			21,834,708.76	0.66
TURKEY				
REPU DE TURQ 4.875% 09-10-26	USD	31,500,000	24,803,063.90	0.75
REPUBLIQUE DE TURQUIE 7.25% 23-12-23	USD	13,000,000	11,910,863.74	0.36
TURKEY GOVERNMENT INTL BOND 6.125% 24-10-28	USD	27,400,000	22,746,196.54	0.69
TURKEY 5 3/4 03/22/24	USD	35,000,000	30,222,252.60	0.91
TURQUIE 4.875% 04/43	USD	42,250,000	27,952,195.05	0.85
TURQUIE 6.25% 09/22	USD	30,000,000	26,917,734.62	0.81
TOTAL TURKEY			144,552,306.45	4.37
UNITED KINGDOM				
ANGLETERRE 3.75% 07/09/2020	GBP	2,830,000	3,348,452.87	0.10
MANSARD MORTGAGES 2006 1 L3RGBP+0.2% 15-10-48	GBP	750,000	79,737.26	0.00
UK TSY 3.25% 22/01/2044	GBP	21,923,000	31,674,679.06	0.96
TOTAL UNITED KINGDOM			35,102,869.19	1.06
Total listed bond and similar securities			2,564,747,082.67	77.56
Total bonds and similar securities			2,564,747,082.67	77.56
Credit instruments				
Credit instruments traded in a regulated market or equivalent				
ITALY				
ITALY BUONI TES BOT ZCP 310519	EUR	92,000,000	91,965,668.70	2.78
TOTAL ITALY			91,965,668.70	2.78
JAPAN				
GOVERNMENT OF JAPAN 100419 FIX 0.0	JPY	14,740,000,000	117,589,033.56	3.55

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
GOVERNMENT OF JAPAN 280119 FIX 0.0	JPY	13,000,000,000	103,674,877.54	3.14
TOTAL JAPAN			221,263,911.10	6.69
Total credit instruments traded on a regulated or similar market			313,229,579.80	9.47
Total credit instruments			313,229,579.80	9.47
Collective investment undertakings				
General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries				
EIRE				
H2O BARRY ACTIVEVALUE FD CL I USD HEDGED	USD	1,500	133,499.54	0.00
H2O Barry Short I EUR	EUR	50,086.63	4,784,274.90	0.15
H2O MULTI AGGREGATE CLASS N GBP HDG	GBP	1,000	114,500.58	0.00
TOTAL EIRE			5,032,275.02	0.15
FRANCE				
SOLO ABSOLUTE BONDS AND CURRENCY FUND PART I EUR	EUR	112.5743	1,243,311.10	0.04
TOTAL FRANCE			1,243,311.10	0.04
LUXEMBURG				
QUADRA CAPITAL FX DRIVEN S -A-	EUR	2,019.936	2,028,338.93	0.06
TOTAL LUXEMBURG			2,028,338.93	0.06
UNITED KINGDOM				
H2O LARGO I C EUR	EUR	499,746.38	51,498,864.46	1.57
TOTAL UNITED KINGDOM			51,498,864.46	1.57
TOTAL General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries			59,802,789.51	1.82
Other professional investment funds and equivalents in other EU Member States and listed securitisation agencies				
FRANCE				
H2O MULTI EMERGING DEBT FUND CLASS I USD	USD	77,343.86	8,417,398.96	0.25
TOTAL FRANCE			8,417,398.96	0.25
TOTAL Other professional investment funds and equivalents in other EU Member States and listed securitisation agencies			8,417,398.96	0.25
Other non-European entities				
ILIAC TRACTS CAIMANES				
ARCTIC BLUE MASTER FUND H SHARE CLASS	USD	45,000	3,736,682.85	0.11
TOTAL ILIAC TRACTS CAIMANES			3,736,682.85	0.11
TOTAL Other non-European entities			3,736,682.85	0.11
Total collective investment undertakings			71,956,871.32	2.18
Titles put in deposit				
Listed bonds and similar securities				
BTPS 4 3/4 09/01/44	EUR	105,000,000	128,576,250.41	3.89
ESPAGNE 5.4% 31/01/2023	EUR	12,500,000	15,769,781.68	0.48
SPGB 3.8 04/30/24	EUR	42,000,000	50,232,385.48	1.52
SPGB 4.4% 10/31/23	EUR	15,500,000	18,576,053.56	0.56
Total listed bond and similar securities			213,154,471.13	6.45
TOTAL Securities put in deposit			213,154,471.13	6.45

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
Hedges				
Urgent commitments closed				
Urgent commitments firm on regulated or assimilated market				
EUR XEUR FGBX B 0319	EUR	-156	-212,860.00	-0.01
FV CBOT UST 5 0319	USD	-34,096	-48,901,947.25	-1.48
LIFFE LG GILT 0319	GBP	-168	-63,985.29	0.00
OSE JGBL JAPAN 0319	JPY	-18	-75,505.88	0.00
TU CBOT UST 2 0319	USD	-169	-178,795.69	-0.01
TY CBOT YST 1 0319	USD	-2,795	-6,288,135.63	-0.19
US US TBOND 3 0319	USD	-9,484	-53,741,695.45	-1.63
XEUR FBTP BTP 0319	EUR	25,716	121,604,080.00	3.69
XEUR FGBL BUN 0319	EUR	2,341	834,280.00	0.03
XEUR FGBM BOB 0319	EUR	64	3,840.00	0.00
XEUR FGBS SCH 0319	EUR	-71,617	-3,194,770.00	-0.10
XEUR FOAT EUR 0319	EUR	660	-52,010.00	0.00
XSFE XT AUSTR 0319	AUD	-13	-13,116.89	0.00
Total Firm urgent commitments on market reglemente			9,719,377.92	0.30
Total Firm urgent commitments			9,719,377.92	0.30
Commitments with conditional terms				
Commitments with conditional terms on OTC market				
EUR/CHF OTC 01/2019 CALL 1,13	EUR	50,000,000	108,500.00	0.00
EUR/GBP OTC 04/2019 CALL ,935	EUR	-90,000,000	-900,821.85	-0.03
EUR/GBP OTC 04/2019 CALL ,935	EUR	-200,000,000	-2,001,826.34	-0.06
EUR/GBP OTC 04/2019 PUT ,86	EUR	200,000,000	1,333,668.50	0.04
EUR/GBP OTC 04/2019 PUT ,86	EUR	90,000,000	600,150.83	0.02
EUR/JPY OTC 02/2019 PUT 124	EUR	-82,000,000	-810,606.80	-0.02
EUR/MXN OTC 06/2020 CALL 34,5	EUR	-100,000,000	-1,056,350.00	-0.03
EUR/MXN OTC 06/2020 PUT 24	EUR	100,000,000	3,658,680.81	0.11
EUR/TRY OTC 05/2020 CALL 15,7	EUR	-50,000,000	-526,300.00	-0.02
EUR/TRY OTC 05/2020 PUT 5,25	EUR	50,000,000	205,125.00	0.01
EUR/USD OTC 02/2019 PUT 124	EUR	-50,000,000	-506,900.13	-0.02
GBP/USD OTC 01/2019 CALL 1,3375	GBP	55,000,000	78,060.18	0.00
GBP/USD OTC 01/2019 CALL 1,3375	GBP	-55,000,000	-78,060.18	0.00
GBP/USD OTC 01/2019 PUT 1,24	GBP	55,000,000	249,668.07	0.01
GBP/USD OTC 01/2019 PUT 1,24	GBP	-55,000,000	-249,668.07	-0.01
USD/CHF OTC 03/2019 CALL 1,01	USD	245,000,000	554,234.86	0.02
USD/CHF OTC 03/2019 PUT ,955	USD	-245,000,000	-913,658.91	-0.03
USD/TRY OTC 03/2019 CALL 7,6	USD	-40,000,000	-39,452.39	0.00
USD/TRY OTC 08/2019 CALL 19	USD	-40,000,000	-48,130.17	0.00
USD/TRY OTC 08/2019 PUT 5,5	USD	40,000,000	906,197.79	0.03
TOTAL Commitments with conditional terms on OTC			562,511.20	0.02
Commitments with conditional terms on regulated or assimilated market				
CBOT US TRES NT 5A 02/2019 CALL 114,5	USD	-10,000	-5,057,297.82	-0.16
CBOT US TRES NT 5A 02/2019 PUT 113	USD	10,000	683,418.62	0.02
TOTAL Commitments with conditional terms on regulated market			-4,373,879.20	-0.14
TOTAL Commitments with conditional terms			-3,811,368.00	-0.12

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
Other hedges				
Credit Default Swap				
BRESIL 4.25% 01/25_2	USD	-28,000,000	1,168,224.33	0.04
SOUT AFR 5.5 03-20_2	USD	28,000,000	-1,313,707.25	-0.04
TOTAL Credit Default Swap			-145,482.92	0.00
Other swaps				
MULTI_BRED110718EM	EUR	24,624,192.67	551,683.37	0.01
Total Other SWAPS			551,683.37	0.01
Total other hedges			406,200.45	0.01
Total hedges			6,314,210.37	0.19
Margin call				
APPEL MARGE CACEIS	USD	133,398,686.43	116,693,947.80	3.53
APPEL MARGE CACEIS	JPY	9,470,000	75,505.88	0.00
APPEL MARGE CACEIS	GBP	57,437.04	63,993.14	0.00
APPEL MARGE CACEIS	AUD	35,327.23	21,755.90	0.00
APPEL MARGE CACEIS	EUR	-119,077,475	-119,077,475.00	-3.60
Total margin call			-2,222,272.28	-0.07
TOTAL PORTFOLIO LISTING			3,167,179,943.01	95.78
Receivables			21,569,100,306.39	652.27
Debts			-21,749,686,130.29	-657.73
Financial accounts			320,193,769.27	9.68
Net assets			3,306,787,888.38	100.00

ADDITIONAL INFORMATION FOR INVESTORS IN THE FEDERAL REPUBLIC OF GERMANY

The function of the Paying and Information Agent in the Federal Republic of Germany is performed by:

CACEIS Bank, Germany Branch
Lilienthalallee 34 - 36,
D-80939 Munich,
Germany

(hereinafter: German Paying and Information Agent)

Applications for the redemptions and conversion of units may be sent to the German Paying and Information Agent.

All payments to investors, including redemption proceeds and potential distributions may be obtained upon request through the German Paying and Information Agent.

The following documents may be obtained, free of charge, in hardcopy form at the office of the German Paying and Information Agent:

- the prospectus,
- the key investor information document,
- the current annual and semi-annual reports,
- the Management Regulations,
- the custody agreement between the Management Company and CACEIS Bank.

The issue and redemption prices, the net asset value as well as any notices to investors are also available from the German Paying and Information Agent. In addition, the issue and redemption prices are published on www.fundinfo.com and any notices to investors in the Federal Gazette ("www.bundesanzeiger.de").

In addition, communications to investors in the Federal Republic of Germany will be by means of a durable medium (section 167 of the Investment Code) in the following cases:

- suspension of the redemption of the units,
- termination of the management of the fund or its liquidation,
- any amendments to the fund's rules which are inconsistent with the previous investment principles, which affect material investor rights or which relate to remuneration and reimbursement of expenses that may be paid or made out of the asset pool,
- merger of the fund with one or more other funds and
- the change of the fund into a feeder fund or the modification of a master fund.



H2O
Asset Management

H2O AM LLP

Limited Liability Partnership incorporated in England and Wales, authorised by the Financial Services Authority, Under number 529105
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