



H2O
Asset Management

French UCITS

H2O MULTIBONDS

ANNUAL ACCOUNTS

on 31 december 2019

Management Company: H2O AM LLP

Custodian: Caceis Bank

Auditor: Kpmg Audit

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1. Management Report

a) Investment policy

■ Management policy

Over the period from **31 December 2018** to **31 December 2019**, 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, indicated for information purposes only, unfolded as follows:

Share-class	Launch date	ISIN code	Performance 1 year	Annualized performance 3 years (*)	Annualized performance 5 years (*)
I-C (EUR)	23/08/2010	FR0010930438	33.62%	26.72%	24.51%
I'Eonia capitalisé quotidiennement			-0.40%	-0.37%	2.46%
R-C (EUR)	23/08/2010	FR0010923375	32.91%	26.10%	23.96%
I'Eonia capitalisé quotidiennement			-0.40%	-0.37%	2.46%
R-D (EUR)	08/09/2014	FR0011981851	13.98%	15.10%	16.94%
I'Eonia capitalisé quotidiennement			-0.40%	-0.37%	2.46%
N (EUR)	10/07/2017	FR0013186707	33.06%		
I'Eonia capitalisé quotidiennement			-0.40%		
M (EUR)	05/07/2016	FR0013075983	25.72%	24.52%	17.31%
I'Eonia capitalisé quotidiennement			-0.40%	-0.37%	-0.77%
IUSD C	23/08/2010	FR0010930735	32.51%	29.31%	23.19%
Ie LIBOR USD à 1 mois			2.25%	1.80%	2.21%
RUSD C	17/09/2014	FR0011981836	31.67%	28.45%	22.29%
Ie LIBOR USD à 1 mois			2.25%	1.80%	2.21%
HUSD-I C	17/12/2014	FR0011973684	36.77%	28.88%	25.81%
Ie LIBOR USD à 1 mois			2.25%	1.80%	4.02%
HUSD-R C	20/06/2014	FR0011973676	35.92%	28.39%	25.18%
Ie LIBOR USD à 1 mois			2.25%	1.80%	4.02%
HCHF-I C	19/05/2015	FR0012538049	33.39%	26.28%	21.31%
Ie LIBOR CHF à 1 mois			-0.80%	-0.79%	0.84%
HCHF-R C	22/06/2011	FR0011061795	32.68%	25.78%	23.61%
Ie LIBOR CHF à 1 mois			-0.80%	-0.79%	1.97%
HCHF-N	24/02/2017	FR0013186715	32.90%		
Ie LIBOR CHF à 1 mois			-0.80%		
RSGD C	29/07/2014	FR0011973650	30.11%	26.04%	22.34%
Ie SIBOR SGD à 1 mois			1.85%	1.39%	1.15%
ISGD C	20/03/2019	FR0011973668	28.20%		
Ie SIBOR SGD à 1 mois			1.45%		
HSGD-R C	12/07/2017	FR0013186681	35.26%		
Ie SIBOR SGD à 1 mois			1.85%		

(*) annualisation géométrique.

Source: H2O AM, data net of fees as of 31/12/19. Past performance is not a reliable indicator of future performance.

Past performance is not a reliable indicator of future performance.

For information, as of February 2020, performance will be compared with the management objectives of each share classes which are based upon the EONIA index.

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.

1. Management Report

The fund's strong outperformance over the year was achieved thanks to the good showing of the government bond and currency strategies. The corporate bond positions also incurred gains save for the non-rated private bond placements that suffered from the June crisis.

1. Government & sovereign bonds

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

- a. The **negative G4 duration** exposure was severely challenged (negative contribution) as, over the first three quarters of the year, core government bonds adjusted to deteriorating economic readings, and yields tracked manufacturing surveys on the way down (G4 government bonds up 5% in 2019). They gave up some gains in Q4 with the brightening of the macro landscape in Europe, and its stabilisation in the emerging world. Also, the risk of a recession faded further away as job markets held up well, the phase one trade deal avoided US tariffs on China in mid-December, and no tariffs were finally imposed on European cars;
- b. The **G4 bond market allocation** was a detractor to the performance, as the spread between 10-year US and German govies tightened from 2.4% down to 2%. Among other reasons, US Treasuries outpaced Bunds because US interest rate started from much higher after 9 Fed target rate hikes (4 in 2018), and because the monetary policy inflexion surprise came from the Fed cutting 3 times in 2019 whereas the ECB stayed put throughout the period ;
- c. The **US & EUR yield curve segment allocations** contributed positively. Over the year, the interest rate differential between the 2Y Schatz and the 10Y Bund tightened by 43 basis points: this flattening move was essentially driven by the Bund rally as the short end remained anchored in between -60 and -90 bps. Conversely, the US yield curve shifted downward in an almost parallel move (slight steepening);
- d. The **non-G4 (peripheral & emerging) sovereign bond strategies** were by far the chief contributor to performance this year as the 10-year spread between Italian BTPs and German Bunds tightened by almost 1% over the year. It totally erased the losses of 2018 where the spread widened by the same token. 10-year Mexican sovereign bonds also strongly outperformed with a +21.6% total return performance (carry included), thus outpacing Turkish sovereign bonds (+13.6%).

2. Currencies

Currencies strategies delivered a strongly positive contribution over the period:

- a. The **exposure to the U.S. dollar** contributed positively as the greenback's advance against the euro (+5.1% carry included), and to a lesser extent against the yen (+1.6%), absorbed its retreat against the Canadian dollar (-4.2%);
- b. The **inter-bloc currency allocation** proved detrimental, in particular as the yen retraced against the Canadian dollar (-6.1%) despite its advance against the euro (+3.3%);

1. Management Report

3. Credit markets

4. Trading (futures and forex)

- c. The **intra-bloc allocation** contributed positively. Within the EUR-bloc, the losses derived from the strong performance of the Swiss franc (EURCHF -3.4% carry included) were absorbed by the underperformance of the euro versus the GBP and NOK (-7.0% and -2.4%, respectively). Within the commodity-currency bloc, the long CAD against AUD and NZD arbitrages markedly delivered until August when they were unwound when the long USD exposure was reduced against commodity and emerging currencies;
- d. **Emerging currencies exposures** (vs. USD) posted strong gains, with the long Mexican peso leading the pack (+9.1% carry included) followed by the long Turkish lira (+6.5%) and the short KRW (+4.8%). As mentioned above, after incurring strong gains until the summer, the short EM FX was noticeably reduced thereafter via the KRW and the TWD in Asia, the BRL, CLP and COP in Latam, and the ZAR. This move proved timely as Asian FX rebounded in the wake of strong inflows in the region over the last quarter of the year.

Had it not been for the exposure to the private bond placements, the corporate credit allocation would this year have ended up in positive territory:

- a. **Long exposure to credit markets:** positive contribution propped up by the strong showing of corporate bonds across all segments ;
- b. **Corporate bond picking:** capital gains were tapped via the exposure to European subordinated (additional Tier 1) financial bonds that rallied markedly. Conversely, in June, the valuations of the non-rated/non-listed corporate bonds were adjusted downward in the face of the liquidity shortages triggered by the FT press release. During the fall they were marked up following a tender and a sale made official on two private bond placements. Buy and sell backs on the same securities were also conducted throughout the period;
- c. **Emerging bond picking** posted a positive contribution thanks to the good showing of Turkish (external debt) bonds.

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

0 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	2,246,450,586.46	2,111,564,616.17
TENNOR FINANCE BV 5.75% 17-06-24	1,581,647,122.99	1,512,499,199.04
LA PERLA FASHION FINANCE BV 7.25% 29-03-23	500,173,132.94	480,794,641.35
ITALY BUONI POLIENNALI DEL TESORO 3.0% 01-08-29	723,940,816.43	163,557,035.93
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	427,633,107.24	457,293,478.36
ITALY BUONI POLIENNALI DEL TESORO 2.8% 01-12-28	859,469,873.91	0.00
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	410,973,367.69	432,747,912.01
STAA DER NEDE ZCP 30-04-19	200,016,968.11	200,000,000.00
JAPAN TREASURY DISC ZCP 080719	194,345,853.47	201,348,084.73
DUTCH TREASURY CERT ZCP 311019	191,702,591.54	191,600,200.00

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 (EPM) techniques and financial derivative instruments in EUR

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

- **Exposure obtained through the EPM techniques: 1,355,923,558.06**

- Securities lending: 0.00
- Securities loans: 0.00
- Reverse repurchase agreement: 680,100,239.13*
- Repurchase: 675 823,318.93

*This is referring to the securities in buy and sell back , classified on the section "Other temporary transactions" in the portfolio and for which a comment is written in the "accounting rules and methods" of the annual accounts.

- **Underlying exposure reached through financial derivative instruments: 46,591,291,957.84**

- Forward transaction: 24,025,887,554.05
- Future: 22,408,031,649.84
- Options: 102,484,112.53
- Swap: 54,888,641.42

1. Management Report

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

EPM techniques	Financial derivative instruments (*)
NATIXIS	DEUTSCHE BANK AG LONDON GREAT WINCH
SOCIETE GENERALE SA	BNP PARIBAS FRANCE
BNP PARIBAS FRANCE	STANDARD CHARTERED PLC
CREDIT AGRICOLE CIB	MERRILL LYNCH INTERNATIONAL (GLOBAL FOREIGN EXCHANGE)
SHARD	THE TORONTO DOMINION BANK
MERIT CAPITAL	ROYAL BANK OF SCOTLAND PLC
BRANDON HILL CAPITAL	DEUTSCHE BANK FRANCFORT
	BARCLAYS BK PLC WHOLESALE LONDRES
	SOCIETE GENERALE SA
	UBS EUROPE SE
	GOLDMAN SACHS INTERNATIONAL LTD
	ROYAL BK CANADA LONDRES (ORION)
	JP MORGAN SECURITIES PLC
	HSBC BANK PLC
	CACIB LONDON
	NATIXIS
	MORGAN STANLEY & CO INTL LONDRES
	SOCIETE GENERALE SA
	BNP PARIBAS LONDON

(*) Except listed derivatives.

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 (**)	760 261 187,49
Total	760 261 187,49
Financial derivative instruments	
. Term deposit	0.00
. Equities	0.00
. Bonds	0.00
. UCITS	0.00
. Cash	14 259 082,21
Total	14 259 082,21

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

d) Revenues and operational cost/fees from EPM

Revenues and operational cost/fees	Amount portfolio
. Revenues (***)	475,321.51
. Other revenues	0.00
Total revenues	475,321.51
. Direct operational fees	253,234.95
. Indirect operational fees	0.00
. Other fees	0.00
Total fees	253,234.95

(***) Revenues received from loans, repo trades and reverse repo trades 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			703,644,159.35	680,100,239.13*	5,000,000.00
% of Net Assets			13.99%	13.53%	0.10%

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

SOCIETE GENERALE FRANCE			272,768,447.67		
NATIXIS FRANCE			200,814,165.70		
CREDIT AGRICOLE CIB FRANCE			116,602,086.96		
BNP PARIBAS FRANCE FRANCE			113,459,459.02		
NATIXIS FRANCE					5,000,000.00
SHARD ROYAUME-UNI				207,168,938.04*	
MERIT CAPITAL ROYAUME-UNI				225,101,333.87*	
BRANDON HILL CAPITAL ROYAUME-UNI				247,829,967.22*	

*This is referring to the securities in buy and sell back, classified on the section "Other temporary transactions" in the portfolio and for which a comment is written in the "accounting rules and methods" of the annual accounts.

e) Type and quality (collateral)

Type					
- Equities					
- Bonds					
- UCITS					
- Notes					
- Cash			675,698,005.17		
Rating					

Currency of the collateral					
- EURO			675,698,005.17		

1. Management Report

	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swap (TRS)
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f) Settlement and clearing

Tri-party					
Central counterparty					
Bilateral	X			X	

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				62,607,131.15*	
[1 day - 1 week]					
]1 week - 1 month]			703,644,159.35	22,790,775.96*	
]1 month - 3 months]				594,702,332.02*	
]3 months - 1 year]					
> 1 year					
Open					5,000,000.00

*This is referring to the securities in buy and sell back, classified on the section "Other temporary transactions" in the portfolio and for which a comment is written in the "accounting rules and methods" of the annual accounts.

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					

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			475,321.51		
- Gestionnaire					
- Tiers					
Coûts					
- OPC			253,234.95		
- Gestionnaire					
- Tiers					

e) Type and quality (collateral)

The collateral must be received in accordance with the H2O collateralization policy defined in order to guarantee a high level of quality and liquidity as well as a lack of direct correlation with the counterparty of the transaction. In addition, this policy defines over-collateralisation levels adapted to each type of securities in order to face, if necessary, the variation of their value. Finally, a daily margin call system has been implemented in order to compensate the mark to market variations of the securities. The collateralization policy also defines the exceptions to this general policy.

i) Data on reuse 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 as follows Value at Risk.

- Leverage of the portfolio : indicative average level:

The indicative average leverage of the UCITS is 4/5. However, the Fund may possibly reach a higher leverage.

The Fund's indicative leverage is calculated as the sum of the nominal positions in all financial contracts held in the Fund.

- VaR level during the annual period:

The maximum level of absolute VAR was: 19.51%.

The minimum level of absolute VAR was: 13.30%.

The average level of absolute VAR was: 16.43%.

The calculation methodology used by the management company for the evaluation of the global risk of the portfolio is the parametric 20 days with a Var confidence interval of 99%. 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.

■ Treatment of illiquid assets

The treatment of these assets is described in the accounting rules and methods

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

H2O Asset Management LLP (the "Investment Manager") has implemented a remuneration policy pursuant to the UCITS V provisions, which became effective on 18 March 2016. These provisions require UCITS management companies and self-managed UCITS to establish and apply remuneration policies and practices that promote sound and effective risk management, and do not encourage risk taking which is inconsistent with the risk profile of the UCITS.

The Investment Manager implements the rules that apply to remuneration implemented by the UCITS V regulations. The remuneration policy is under the supervision and approval of a Remuneration Committee comprised of members who do not perform executive functions in H2O. The remuneration policy is validated once a year by the H2O Remuneration Committee. The committee was first created in 2012 so as to ensure that remuneration arrangements support the strategic aims of H2O together with the recruitment, motivation and retention of its team, whilst complying with the regulatory and governance bodies.

Regarding the remuneration policy, the Investment Manager makes a distinction between two categories of staff at H2O (regardless of whether they are investment or non-investment staff): the employees and the partners.

- The employees, who are incentivised via the combination of a base salary in line with UK market practices and an annual bonus, the latter being based on their individual performance and contribution to the overall business;
- The partners, who are also compensated via a base salary and an annual bonus. They are also entitled to dividends up to their stake in the company's capital and depending upon the profitability of the firm.

2. Governance and compliance obligations

Remuneration of the staff of the Investment Manager (including Identified Staff (i.e. material risk takers who can have an impact on the risk profile of the investment manager, or the portfolios it manages)) is determined based on the following principles and criteria:

- Sound and effective risk management and pay structure in line with the interests of the Investment Manager, portfolios and investors including robust valuation, risk management, liquidity and regulatory policies and procedures;
- The salaries of employees is commensurate with the market in terms of the functions they perform.

The Investment Manager awards discretionary bonuses only after performance fees and management fees have been earned and received in respect of the relevant period. Variable remuneration, including a component which may be deferred, is discretionary such that it can decrease to zero as a result of negative performance.

Employee remuneration disclosure

The Investment Manager has identified the following staff as Identified Staff:

- (a) management;
- (b) staff of Investment or Client Portfolio Management and Business Development functions;
- (c) heads of Middle Office, Quantitative Development, Finance, Legal and Human Resources;
- (d) staff engaged in control functions; and
- (e) any employees receiving total remuneration that takes them into the same remuneration bracket as management and risk takers (b, c and d).

Outside of the Identified Staff above, the Investment Manager does not have any material risk takers.

Subject to thresholds, H2O ensures that a substantial portion of any variable remuneration component of Identified Staff is deferred and consists of:

- (a) units or shares of the UCITS concerned when feasible ; or
- (b) equivalent ownership interests in the portfolios concerned when feasible; or
- (c) share-linked instruments relating to the portfolios concerned; or
- (d) equivalent non-cash instruments relating to the portfolios concerned with incentives that are equally as effective as any of the instruments referred to in (a) to (c).

The instruments are subject to an appropriate retention policy designed to align incentives for the Identified staff with the long-term interests of:

- (a) the portfolios it manages; and
- (b) the investors of such portfolios; and
- (c) H2O.

2. Governance and compliance obligations

The staff of the Investment Manager is compensated solely by the Investment Manager itself and not by the Portfolios that the Investment Manager manages. H2O has ensured that any variable remuneration, including any deferred portion, is paid or awarded only if it is:

(1) Justified according to the performance of:

- (a) the portfolios;
- (b) the business unit; and
- (c) the individual concerned; and

(2) Sustainable according to the financial situation of H2O as a whole.

The following information related to remuneration is mentioned in the annual report of the Investment Manager:

	2019	2018
	ALL	ALL
	GBP£	GBP£
Wages and salaries	49,508,257	41,619,751
Social security costs	1,625,587	2,127,343
Pension	183,565	172,482
	51,317,409	43,919,576

Average number of employees (permanent and fixed term contracts):

	2019	2018
Investment management	29	18
Client portfolio management	7	5
Operations	14	10
Compliance, risk & internal control	5	5
IT, finance and administration	8	6
Quantitative research and development	7	5
Project and organisation development officer	1	1
Human resources	1	1
	72	51

3. Fees and Tax

- **Intermediation costs**

The management Company takes directly in charge the research fees.

- **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	106,399.44	EUR	5.61	EUR
Shares entitling a deduction	189.66	EUR	0.01	EUR
Other revenue not entitling a deduction or withholding tax	42,483.91	EUR	2.24	EUR
Non-distributable and non-taxable income				
Amount distributed on capital gains and losses	559,687.60	EUR	29.51	EUR
TOTAL	708,760.61	EUR	37.37	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	27,409,235.63	EUR	37.85	EUR
TOTAL	27,409,235.63	EUR	37.85	EUR

BREAKDOWN OF THE COUPON UNIT : SREUR(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	1,240,159.96	EUR	18.93	EUR
TOTAL	1,240,159.96	EUR	18.93	EUR

4. Auditor's certification



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Fonds Commun de Placement

H2O MULTIBONDS

***Statutory auditor's report on the financial
statements
Year ended 31 December 2019
(free translation of a French language original)***

KPMG S.A.,
a French limited liability entity and a member firm
of the KPMG Network of independent member firms
affiliated with KPMG International Cooperative, a Swiss entity.

Société anonyme d'expertise
comptable et de commissariat
aux comptes à directoire et
conseil de surveillance.
Inscrite au Tableau de l'Ordre
à Paris sous le n° 14-30080101
et à la Compagnie Régionale
des Commissaires aux Comptes
de Versailles.

Headquarters:
KPMG S.A.
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Capital : 5 497 100 €.
Code APE 6920Z
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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 2019 (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 2019.

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 2019 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 1st January 2019 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.

KPMG S.A.,
a French limited liability entity and a member firm
of the KPMG Network of independent member firms
affiliated with KPMG International Cooperative, a Swiss entity.

Société anonyme d'expertise
comptable et de commissariat
aux comptes à directoire et
conseil de surveillance.
Inscrite au Tableau de l'Ordre
à Paris sous le n° 14-30080101
et à la Compagnie Régionale
des Commissaires aux Comptes
de Versailles.

Headquarters:
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Emphasis of Matter

In accordance with law, we draw attention on the uncertainty described in the note presented in the appendix about the application of some of the asset's valuation method:

- This note highlights that the assets with no observed transactions from a liquid market, are valued based on estimates or quotes from well-known banks together with estimates of recovery value, or based on fair value estimates together with illiquidity factors to conclude on an estimate of their present value. These assets represent EUR 266,130,378.79 as at 31 December 2019 which represent 5.29% of the portfolio.
- This note also highlights that the securities subject to buy and sell back operations and classified as "other temporary operations" are valued at the contract value of the sell back (initially agreed sell price).

Our conclusion is not modified in respect of these matters.

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.

Illiquid bonds are valued according to the methods described in the funds' regulatory documents and the notes to the financial statements. We have ensured that these methods are applied correctly and have reviewed the procedures defined by the management company for the monitoring and evaluation of these financial instruments.

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.

In accordance with law, we also would like to highlight that some of the information required to complete our work was provided to us late, and as such, we were unable to issue this report within the regulatory deadlines.



Report on other legal and regulatory requirement

- In accordance with law, we report to you that the limit of 5% foreseen in article R.214-21 I 3 sub-paragraph 2 of the French "code monétaire et financier" with respect to OTC transactions with a single counterparty that is not a financial institution had been breached and represented 5.05% of the net assets as of 31 December 2019.
- The limit of 10% foreseen in article R.214-26 II of the French "code monétaire et financier" with respect to the ratio of control about the debt securities of a same issuer had been breached for CIVITAS PROPERTIES FINANCE BV, LA PERLA FASHION BV, TRENT PETROLEUM FINANCE BV, and TENNOR FINANCE BV as of 31 December 2019.

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.

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.



**Fonds Commun de Placement
H2O MULTIBONDS**

Statutory auditor's report on the financial statements

Year ended 31 December 2019

(free translation of a French language original)

29 May 2020

- 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 29 May 2020

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 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
FIXED ASSETS, NET	0.00	0.00
DEPOSITS	0.00	0.00
FINANCIAL INSTRUMENTS	6,130,706,949.10	3,412,483,020.00
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	4,322,821,307.37	2,777,901,553.80
Traded in a regulated market or equivalent	4,271,245,046.13	2,777,901,553.80
Not traded in a regulated market or equivalent	51,576,261.24	0.00
Credit instruments	227,667,607.54	313,229,579.80
Traded in a regulated market or equivalent	227,667,607.54	313,229,579.80
Negotiable credit instruments (Notes)	227,667,607.54	313,229,579.80
Other credit instruments	0.00	0.00
Not traded in a regulated market or equivalent	0.00	0.00
Collective investment undertakings	68,336,644.27	71,956,871.32
General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries	64,776,007.74	68,220,188.47
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	0.00	0.00
Other non-European entities	3,560,636.53	3,736,682.85
Temporary transactions in securities	1,383,744,404.48	0.00
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	703,644,159.35	0.00
Other temporary transactions	680,100,245.13	0.00
Hedges	128,136,985.44	249,395,015.08
Hedges in a regulated market or equivalent	113,530,570.80	239,980,821.34
Other hedges	14,606,414.64	9,414,193.74
Other financial instruments	0.00	0.00
RECEIVABLES	24,637,985,421.92	21,569,100,306.39
Forward currency transactions	24,025,887,554.05	20,943,142,280.62
Other	612,097,867.87	625,958,025.77
FINANCIAL ACCOUNTS	107,742,949.09	394,290,955.69
Cash and cash equivalents	107,742,949.09	394,290,955.69
TOTAL ASSETS	30,876,435,320.11	25,375,874,282.08

5. Annual financial statements

■ Balance Sheet liabilities

Balance Sheet Liabilities on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
SHAREHOLDERS' FUNDS		
Capital	3,670,099,888.97	2,838,733,529.66
Allocation Report of distributed items (a)	32,436,136.76	25,122,859.12
Brought forward (a)	132.07	245,805.33
Allocation Report of distributed items on Net Income (a,b)	1,591,410,489.12	612,146,008.43
Result (a,b)	-266,047,991.11	-169,460,314.16
Total net shareholders' funds * Net Assets	5,027,898,655.81	3,306,787,888.38
FINANCIAL INSTRUMENTS	779,986,388.61	245,303,076.99
Transfers of financial instruments	0.00	0.00
Temporary transactions in securities	675,698,005.17	0.00
Sums owed for securities sold under buy-back deals	675,698,005.17	0.00
Sums owed for borrowed securities	0.00	0.00
Other temporary transactions	0.00	0.00
Hedges	104,288,383.44	245,303,076.99
Hedges in a regulated market or equivalent	103,719,216.28	236,857,594.90
Other hedges	569,167.16	8,445,482.09
PAYABLES	25,048,346,641.24	21,749,686,130.29
Forward currency transactions	24,123,650,176.54	20,785,511,241.06
Other	924,696,464.70	964,174,889.23
FINANCIAL ACCOUNTS	20,203,634.45	74,097,186.42
Short-term credit	20,203,634.45	74,097,186.42
Loans received	0.00	0.00
TOTAL LIABILITIES	30,876,435,320.11	25,375,874,282.08

(a) Including adjustment

(b) Decreased interim distribution paid during the business year

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
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	22,565,404,403.79	17,822,336,780.81
Contracts in regulated markets or similar	22,408,031,649.84	17,491,697,252.89
Contracts intendeds	22,408,031,649.84	16,829,737,359.50
CBOT USUL 30A 0320	501,038,362.95	0.00
EUR XEUR FGBX B 0319	0.00	28,176,720.00
FV CBOT UST 5 0319	0.00	3,414,899,322.49
FV CBOT UST 5 0320	7,431,219,557.85	0.00
JGBL JAPAN GO 0320	14,969,050.16	0.00
LIFFE LG GILT 0319	0.00	23,054,492.79
LIFFE LG GILT 0320	19,212,792.82	0.00
OSE JGBL JAPAN 0319	0.00	21,892,080.02
TU CBOT UST 2 0319	0.00	31,371,498.02
TU CBOT UST 2 0320	20,535,018.67	0.00
TY CBOT YST 1 0319	0.00	297,678,563.62
TY CBOT YST 1 0320	559,603,586.54	0.00
US US TBOND 3 0319	0.00	1,209,974,303.46
US US TBOND 3 0320	1,839,032,937.75	0.00
XEUR FBTP BTP 0319	0.00	3,287,019,120.00
XEUR FBTP BTP 0320	4,402,822,020.00	0.00
XEUR FBTS BTP 0320	6,747,600.00	0.00
XEUR FGBL BUN 0319	0.00	382,847,140.00
XEUR FGBL BUN 0320	1,849,109,550.00	0.00
XEUR FGBM BOB 0319	0.00	8,481,280.00
XEUR FGBM BOB 0320	13,507,235.00	0.00
XEUR FGBS SCH 0319	0.00	8,016,806,980.00
XEUR FGBS SCH 0320	5,617,025,383.00	0.00
XEUR FGBX BUX 0320	34,095,690.00	0.00
XEUR FOAT EUR 0319	0.00	99,528,000.00
XEUR FOAT EUR 0320	92,875,800.00	0.00

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
XSFE XT AUSTR 0319	0.00	8,007,859.10
XSFE XT AUSTR 0320	6,237,065.10	0.00
Options	0.00	661,959,893.39
CBOT US TRES NT 5A 02/2019 CALL 114,5	0.00	562,762,898.92
CBOT US TRES NT 5A 02/2019 PUT 113	0.00	99,196,994.47
OTC contracts	157,372,753.95	330,639,527.92
Options	102,484,112.53	257,027,888.29
EUR/CHF OTC 01/2019 CALL 1,13	0.00	565,000.00
EUR/GBP OTC 04/2019 CALL ,935	0.00	1,870,000.00
EUR/GBP OTC 04/2019 CALL ,935	0.00	841,500.00
EUR/GBP OTC 04/2019 PUT ,86	0.00	1,720,000.00
EUR/GBP OTC 04/2019 PUT ,86	0.00	774,000.00
EUR/JPY OTC 02/2019 PUT 124	0.00	101,680,000.00
EUR/MXN OTC 06/2020 CALL 34,5	6.43	34,500,000.00
EUR/MXN OTC 06/2020 PUT 24	102,414,852.00	24,000,000.00
EUR/TRY OTC 05/2020 CALL 15,7	0.61	7,850,000.00
EUR/TRY OTC 05/2020 PUT 5,25	69,253.49	2,625,000.00
EUR/USD OTC 02/2019 PUT 124	0.00	62,000,000.00
GBP/USD OTC 01/2019 CALL 1,3375	0.00	819,592.22
GBP/USD OTC 01/2019 CALL 1,3375	0.00	819,592.22
GBP/USD OTC 01/2019 PUT 1,24	0.00	759,846.25
GBP/USD OTC 01/2019 PUT 1,24	0.00	759,846.25
USD/CHF OTC 03/2019 CALL 1,01	0.00	2,164,632.81
USD/CHF OTC 03/2019 PUT ,955	0.00	2,046,756.77
USD/TRY OTC 03/2019 CALL 7,6	0.00	2,659,318.55
USD/TRY OTC 08/2019 CALL 19	0.00	6,648,296.37
USD/TRY OTC 08/2019 PUT 5,5	0.00	1,924,506.85
Performance swap	5,000,000.00	24,624,192.67
Capital Advisory PL	5,000,000.00	0.00
MULTI_BRED110718EM	0.00	24,624,192.67
Credit Default Swap	49,888,641.42	48,987,446.96
BRESIL 4.25% 01/25_2	24,944,320.71	24,493,723.48
SOUT AFR 5.5 03-20_2	24,944,320.71	24,493,723.48

5. Annual financial statements

■ Off-Balance Sheet

Off-balance sheet on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
Other commitments	0.00	0.00

5. Annual financial statements

Income Statement

Income Statement on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
Revenues from financial operations		
Revenues from deposits and financial accounts	625,405.83	413,801.48
Revenues from equities and similar securities	0.00	0.00
Revenues from bonds and similar securities	179,075,203.66	85,207,012.11
Revenues from credit instruments	75,750.96	536,548.48
Revenues from temporary acquisition and disposal of securities	1,009,415.58	938,588.50
Revenues from hedges	0.00	0.00
Other financial revenues	0.00	0.00
TOTAL (1)	180,785,776.03	87,095,950.57
Charges on financial operations		
Charges on temporary acquisition and disposal of securities	319,193.46	289,811.62
Charges on hedges	0.00	0.00
Charges on financial debts	1,671,161.88	855,804.07
Other financial charges	0.00	0.00
TOTAL (2)	1,990,355.34	1,145,615.69
NET INCOME FROM FINANCIAL OPERATIONS (1 - 2)	178,795,420.69	85,950,334.88
Other income (3)	0.00	0.00
Management fees and depreciation provisions (4)	392,639,743.62	221,030,978.83
NET INCOME OF THE BUSINESS YEAR (L.214-17-1) (1-2+3-4)	-213,844,322.93	-135,080,643.95
Revenue adjustment (5)	-52,203,668.18	-34,379,670.21
Interim Distribution on Net Income paid during the business year (6)	0.00	0.00
NET PROFIT (1 - 2 + 3 - 4 + 5 + 6)	-266,047,991.11	-169,460,314.16

5. Annual financial statements

b) Annual accounts – Accounting rules

ACCOUNTING RULES AND METHODS

The annual financial statements are presented in the form provided for in amended ANC Regulation 2014-01

The general accounting principles shall apply :

- true and fair view, comparability, business continuity,
- regularity, sincerity,
- cautiousness,
- consistency of the methods from one period to the next.

The accounting method used to record income from fixed-income securities is that of interest received.

New purchases and sales of securities are recorded net of expenses.

The reference currency for the portfolio accounting is EURO.

The financial period covered is 12 months.

Asset valuation rules:

Financial instruments are recorded in the balance sheet using the historical cost method and are carried on the balance sheet at their current value, which is determined by the last known market value or, in the absence of a market, by all external means or by using financial models.

The differences between the actual values used to calculate the net asset value and the historical costs of the securities on their entry in the portfolio are recorded in "valuation differences" accounts.

Securities that are not in the currency of the portfolio are valued in accordance with the principle described below, and then converted in the portfolio's currency using the exchange rate on the valuation day.

Deposit:

Deposits with a residual maturity of 3 months or less are valued using the linear method.

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

For the calculation of the net asset value, shares and other securities traded on a regulated or similar market are valued on the basis of the last stock market price of the day.

Bonds and similar securities are valued at the last price communicated by various financial services providers. These are the prices and market data relating to the transactions processed, which enable the fair value of the assets in the portfolio to be approximated as closely as possible. The management company keeps all supporting documents at these prices. prices used, in accordance with the management company's valuation policy.

Accrued interest on bonds and similar securities are until the the date of the net asset value.

Transferable securities which have not been priced on the valuation day or for which the price has been corrected are valued under the responsibility of the management company at their probable trading value.

5. Annual financial statements

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

Securities for which a price has not been recorded on the valuation day or for which the price has been corrected are valued, under the responsibility of the management company at their probable trading value.

In the case of unlisted securities or securities whose price was not quoted on the valuation day, as well as for other balance sheet instruments, the management company adjusts their valuation according to the changes that current events make probable. These valuations and their justification are communicated to the statutory auditors at the time of their audits.

Foreign values are converted into the euro equivalent using the WMR exchange rate on the day of the valuation.

In accordance with the provisions of the UCITS chart of accounts, and given the current lack of market liquidity for certain assets held, the fund has been led, since the 24th of June 2019, to adopt a valuation methodology for the assets concerned based either on estimates or offers from major independent banks of our group or on an extrapolation from this same information, and then, in a second stage, on estimates or offers from major independent banks of our group coupled with estimates recoverable value or estimates fair value coupled with illiquidity factors.

This valuation methodology has been selected instead of their probable trading value in order to approximate an actual value of these assets at a given time in the absence of transactions representative of a liquid market. Only the latter would make it possible to establish with certainty the actual value of the portfolio. These assets represent a value of 266,130,378.79 euros as of the 31st of December 2019, i.e. 5.29% of the portfolio. These assets are as follows:

DE000A19MR53	CHAI FI 7.75 08-20	24 550 713,44
DE000A19UDK6	DEGR HO 6.5 01-23	10 261 260,27
DE000A2R2ZW0	TENN FI 5.75 06-24	35 441 450,81
DE000A2RZRF8	RUBI RO 5.0 03-24	5 873 550,16
DE000A193EJ6	SWB FIN 7.0 07-23	7 396 639,35
DE000A19SWQ7	CIVI PR 4.0 11-22	30 441 684,7
DE000A19XYF6	LA PERL 7.25 03-23	104 115 513,29
DE000A2RUR57	TREN PE 8.5 12-23	41 899 409,01
XS1837089967	ADS SEC 6.5 06-23	6 150 157,76

Given the current market situation for these securities, the values used in the balance sheet, valued as indicated above, may differ significantly from the prices at which the securities would actually be sold if a part of these portfolio assets had to be liquidated.

In addition, purchases followed by deferred settlement sales were made during the period on these same securities, or some of them, with three counterparties.

The securities subject to these transactions are classified under "Other temporary transactions" in the inventory. The actual value of these transactions as presented in the enclosed inventory corresponds to the contractual value of the "sell back" (initially agreed selling price).

5. Annual financial statements

The total value of these transactions was EUR 680,100,239.13 as of the 31st of December 2019, i.e. 13.53% of the net asset value, 4.93% of which with counterparty Brandon Hill Capital, 4.48% with counterparty Merit Capital and 4.12% with counterparty Shard Capital. It was considered that there was no reason to depreciate this value.

The settlement of a debt receivable due on the 18th of December for EUR 5,877,945.21 by the counterparty Brandon Hill Capital (this transaction represents 0.12% of the Net Asset Value totalling 5.05% with the Brandon Hill Capital counterparty given the above described transactions) was pending as of the 31st of December 2019. Since then, the debt receivable has settled.

Certain securities classified in the same category, "Other temporary transactions", have an actual value at zero, as they correspond to additional collateral received in securities, with a contractual value at zero. For information, the actual value of these securities, resulting from the application of the portfolio's valuation policy, amounts to EUR 163,636,967.

In addition, the management company has decided to waive its remuneration for this financial year up to a limit of EUR 150,000,000, if at the time of the final settlement of the "sell back" transactions, an impairment in their value was to be noticed after taking into account all collateral already received in securities.

Negotiable debt securities

Negotiable Debt Securities and similar instruments that are not subject to significant transactions are valued actuarially on the basis of a reference rate as defined below, plus, where applicable, a differential representative of the issuer's intrinsic characteristics:

TCNs with a maturity of up to 1 year: Euro interbank offered rate (Euribor)

Negotiable debt securities with a maturity of more than 1 year: BTAN rate or OAT rate (Obligations Assimilables du Trésor) for the longest maturities.

Negotiable Debt Securities with a residual maturity of less than or equal to 3 months may be valued using the linear method.

Treasury bills are valued at the market rate communicated daily by the Banque de France.

UCIs held :

Units or shares of UCIs will be valued at their last known net asset value.

Temporary transactions on securities :

Securities received as reverse repo are recorded in the assets under the section "Receivables representing securities received under reverse repo" for the amount specified in the contract, plus accrued interest receivable.

Securities delivered as repos are recorded in the buyer's portfolio at their actual value. The debt representing the securities delivered as repos is recorded in the seller's portfolio at the value specified in the contract, plus accrued interest to pay at the end of the contract.

The securities lent are valued at their current value and are recorded in the assets under the section "Receivables on securities lent" at the actual value plus accrued interest receivable.

5. Annual financial statements

Securities borrowed are recorded in the assets under the section "securities borrowed" for the amount specified in the contract, and in the liabilities under the section "Debts representing securities borrowed" for the amount specified in the contract plus accrued interests payable

Forward financial instruments :

Forward financial instruments traded on a regulated market or similar :

Forward financial instruments traded on regulated markets are valued at the clearing price of the day.

Forward financial instruments not traded on a regulated or similar market :

Swaps :

Interest rate and/or FX swaps are valued at their market value based on the price calculated by discounting future interest flows at interest rate and/or market currencies rates. This price is adjusted by the signature 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 at a estimated value in accordance with the terms and conditions set by the Asset management company.

CDS:

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

Off-Balance Sheet :

Futures contracts are reported at their market value as off-balance sheet at the price used in the portfolio.

Contingent futures transactions are translated into the underlying equivalent.

Swaps contracts are shown at their nominal value, or in the absence of a nominal value for an equivalent amount.

Management fees

Management fees are calculated at each valuation on the net assets.

These fees are deducted in the income statement of the UCI.

The management fees are paid in full to the management company, who covers all the operating costs of the UCIs.

Management fees do not include transaction fees.

The rate applied to the net asset excluding UCIs is:

1.10% including VAT on shares: R(C), HCHF-R (C), HUSD-R (C), RUSD (C), RSGD(C), HSGD-R (C), REUR (C/D)

0,70% including VAT on shares: IEUR (C), IUSD (C), HCHF-I (C), HUSD-I (C), HSGD-I (C), ISGD (C)

0,10% including VAT on share: MEUR (C/D)

5. Annual financial statements

0,80% including VAT on shares: NEUR (C), HCHF-N (C)

1,60% including VAT on shares: HCHF-SR (C), HUSD-SR (C), HSGD-SR, SREUR (C), SREUR (C/D)

0,70% including VAT on shares: ISGD (C)

The performance fee, applicable to a given unit category, is based on the comparison between the fund's valued asset and the reference asset.

The Fund's valued assets are defined as the proportion of the assets corresponding to a given unit category, valued in accordance with the rules applicable to the assets and after taking into account the actual operating and management fees corresponding to the said unit category.

The reference asset represents the proportion of the Fund's assets, corresponding to a given unit category, reprocessed of the subscription/redemption amounts applicable to the said unit category at each valuation, and valued according to the reference rate of the Fund's unit.

Variable management fees are calculated according to the following method :

share R (C)

25% of the Fund's outperformance compared with the asset reference, EONIA capitalised daily (denominated in euro) plus 2.60% per annum.

share IUSD (C)

25% of the Fund's outperformance compared to the asset reference, USD 1-month LIBOR (denominated in US dollars) increased by 3% a year.

Share HCHF-R (C)

25% of the Fund's outperformance compared to the asset reference, CHF 1 month LIBOR (denominated in Swiss francs) plus 2.60% per annum.

Unit HCHF-I (C)

25% of the UCI's outperformance compared to the asset reference, CHF 1 month LIBOR (denominated in Swiss francs) increased by 3% per annum.

Share HCHF-N (C)

25% of the outperformance of the UCI compared to the asset reference, CHF 1 month LIBOR (denominated in Swiss francs) increased by 2.90% a year.

RSGD-C share

25% of the Fund's outperformance compared to the asset reference, SGD 1-month SIBOR (denominated in Singaporean dollars), increased by 2.60% per annum.

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HSGD-R share (C)

25% of the Fund's outperformance compared to the asset reference, SGD 1-month SIBOR (denominated in Singaporean dollars), increased by 2.10% per annum.

ISGD-C share

25% of the Fund's outperformance compared to the asset reference, SGD 1-month SIBOR (denominated in Singaporean dollars), increased by 3% per annum.

HUSD-RC share

25% of the Fund's outperformance compared to the asset reference, USD 1-month LIBOR (denominated in US dollars) increased by 2.60% per year.

HUSD-IC share

25% of the Fund's outperformance compared to the asset reference, USD 1-month LIBOR (denominated in US dollars) increased by 3% a year.

RUSD-C share

25% of the Fund's outperformance compared to the asset reference, USD 1-month LIBOR (denominated in US dollars) increased by 2.60% per year.

NEUR (C) share

25% of the outperformance of the UCI compared to the asset reference, EONIA capitalised daily (denominated in EUR) increased by 2.90% per year.

RC and RD shares

25% of the outperformance of the UCI compared to the asset reference, EONIA capitalised daily (denominated in EUR) increased by 2.60% per year.

The observation period is defined as follows:

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

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

For HCHF-R (C) unit :

- the first observation period: from the 23rd of June 2011 to the last trading day of December 2012 ;
- for the following observation periods: from the first trading day in January to the last trading day in December every year.

For part HCHF-I (C) unit:

- the first observation period: from the 22nd of April 2015 to the last trading day of December 2016;
- for the following observation periods: from the first trading day in January to the last trading day in December every year.

5. Annual financial statements

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

- the first observation period: from the 20th of June 2014 to the last trading day of December 2015 ;
- for the following observation periods: from the first trading day in January to the last trading day in December every year.

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

- the first observation period: from the 10th of October 2016 to the last trading day of December 2017 ;
- for the following observation periods: from the first trading day of January to the last trading day of December every year.

For SREUR (C), SREUR (C/D), HUSD-SR, HSGD-SR, and HCHF-SR units:

- the first observation period: from the 07th of January 2019 to the last trading day of December 2020 ;
- for the following observation periods: from the first trading day of January to the last trading day of December every year.

At the beginning of each Observation Period, the Reference Asset selected will be the greater of the assets recorded on August 31, 2010 for R and I Units and IUSD, June 22, 2011 for HCHF-R Units, April 22, 2015 for HCHF-I Units and October 10, 2016 for HSGD-R (C), HSGD-I (C), N (C) and HCHF-N (C) Units and January 7, 2019 for SR Units, HUSD-SR, HSGD-SR, HCHF-SR and all valued assets recorded on the last day of each of the observation periods established since the launch of the fund. This reference asset will, where applicable, be reprocessed by the subscription/redemption amounts that have occurred between the date on which this reference asset is recorded and the start of the new observation period.

If, over the observation period, the Fund's valued assets are higher than the reference asset defined above, the variable portion of the management fees will represent a maximum of 25% of the difference between these two assets.

If, over the observation period, the Fund's valued assets are lower than the reference assets, the variable portion of the management fees fee will be nil.

If, over the observation period, the fund's valued assets are higher than the reference asset, this difference will be provisioned as provision for variable management fees when calculating the net asset value.

In the event that the fund's valued assets are lower than the reference assets between two net asset values, any provision recorded previously will be readjusted by a reversal of the provision. Reversals of provisions are capped to the extent of previous allocations.

This variable portion will only be definitively received at the close of each observation period if over the period After the end of the financial year, the fund's valued assets are higher than the reference assets at the last net asset value.

In the event of redemption, the proportion of the provision constituted, corresponding to the number of units redeemed, is definitively granted to the management company.

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Swing Pricing

The management company has set up a mechanism for adjusting the net asset value ("swing pricing"), with a triggering threshold since the 08/09/2017. This information is made available to the holders in the prospectus of the funds, available at the registered office of the management company and on its website.

Allocation of distributable amounts

Definition of Distributable Sums :

The distributable amounts are composed of:

The net income :

The net income for the financial year is equal to the amount of interest, arrears, premiums and prizes, dividends, directors' fees and all other income relating to the securities constituting the portfolio, increased by the proceeds of the sums temporarily available and reduced of the amount of management fees and borrowing costs.

It is increased by retained earnings and increased or decreased by the balance of the income adjustment account.

Capital gains and losses :

Realized capital gains, net of expenses, less realized capital losses, net of expenses, recorded during the financial year, plus net capital gains of the same type recorded in previous financial years that have not been distributed or capitalized, less or plus the balance of the capital gains adjustment account.

5. Annual financial statements

Distributable amounts allocation methodology:

<i>Distributable Amounts</i>	REUR (C) units RUSD (C) units HCHF- R (C) units RSGD (C) units HUSD-R (C) units HSGD-R (C) units IEUR (C) units IUSD (C) units HCHF-I (C) units HUSD-I (C) units NEUR (C) units HCHF-N (C) units HSGD-I(C) units HCHF-SR (C) units HUSD-SR (C) units HSGD-SR (C) units SREUR (C) units ISGD(C) units	REUR(C/D) units MEUR (C/D) units SR (C/D) units
Allocation of net income	Capitalisation	Distribution/Capitalisation
Allocation of net realized capital gains or losses	Capitalisation	Distribution/Capitalisation

5. Annual financial statements

■ Change in net assets in EUR

Change in net assets on 12/31/19

Portfolio : 2788 H2O MULTIBONDS

	12/31/19	12/31/18
NET ASSETS IN START OF PERIOD	3,306,787,888.38	1,467,362,650.96
Subscriptions (including subscription fees received by the fund)	3,690,171,167.18	2,155,607,818.11
Redemptions (net of redemption fees received by the fund)	-3,032,440,214.08	-971,141,915.39
Capital gains realised on deposits and financial instruments	332,084,851.66	62,761,933.52
Capital losses realised on deposits and financial instruments	-78,493,529.85	-8,525,948.10
Capital gains realised on hedges	3,488,272,160.59	1,886,920,358.52
Capital losses realised on hedges	-2,193,420,124.77	-1,306,065,980.35
Dealing costs	-8,520,453.42	-5,760,661.90
Exchange gains/losses	-251,660,812.20	174,447,621.74
Changes in difference on estimation (deposits and financial instruments)	-74,097,295.34	-28,769,058.88
<i>Difference on estimation, period N</i>	<i>68,732,444.58</i>	<i>142,829,739.92</i>
<i>Difference on estimation, period N-1</i>	<i>-142,829,739.92</i>	<i>-171,598,798.80</i>
Changes in difference on estimation (hedges)	89,403,618.48	19,494,526.48
<i>Difference on estimation, period N</i>	<i>104,588,164.06</i>	<i>15,184,545.58</i>
<i>Difference on estimation, period N-1</i>	<i>-15,184,545.58</i>	<i>4,309,980.90</i>
Net Capital gains and losses Accumulated from Previous business year	-26,098,090.94	-3,751,905.11
Distribution on Net Capital Gains and Losses from previous business year	-246,186.95	-710,907.27
Net profit for the period, before adjustment prepayments	-213,844,322.93	-135,080,643.95
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	5,027,898,655.81	3,306,787,888.38

5. Annual financial statements

- **Additional information**
 - **Breakdown of financial instruments by legal or commercial type**

	Amount	%
Assets		
Bonds and similar securities		
Bonds and similar securities	0.00	0.00
Bonds and similar securities not negotiated on a regulated or assimilated market	51,576,261.24	1.03
Fixed-rate bonds traded on a regulated or similar market	4,241,520,063.81	84.36
Floating-rate bonds traded on regulated markets	670,987.96	0.01
mortgages negotiated on a regulated or assimilated market	2,244,207.51	0.04
Other bonds (indexed bonds, participating interests)	26,809,786.85	0.53
TOTAL Bonds and similar securities	4,322,821,307.37	85.98
Credit instruments		
Credit instruments	0.00	0.00
Treasury bill	227,667,607.54	4.53
TOTAL Credit instruments	227,667,607.54	4.53
Liabilities		
Transactions involving transfer of financial instruments		
Equities and similar securities	0.00	0.00
TOTAL Transactions involving transfer of financial instruments	0.00	0.00
Off-balance sheet		
Hedges		
Equities	0.00	0.00
TOTAL Hedges	0.00	0.00
Other operations		
Credit	49,888,641.42	0.99
Equities	0.00	0.00
Exchange rate	102,484,112.53	2.04
Other	5,000,000.00	0.10
Rate	22,408,031,649.84	445.67
TOTAL Other operations	22,565,404,403.79	448.80

5. Annual financial statements

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	4,301,863,719.26	85.56	0.00	0.00	2,915,195.47	0.06	18,042,392.64	0.36
Credit instruments	227,667,607.54	4.53	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions in securities	703,644,161.35	13.99	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	107,742,949.09	2.14
Liabilities								
Temporary transactions in securities	425,750,326.18	8.47	249,947,674.99	4.97	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	20,203,634.45	0.40
Off-balance sheet								
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other operations	20,535,018.67	0.41	0.00	0.00	0.00	0.00	22,387,496,631.17	445.27

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	64,448,975.00	1.28	83,448,291.71	1.66	54,147,531.12	1.08	428,521,547.41	8.52	3,692,254,962.13	73.44
Credit instruments	168,812,938.81	3.36	58,854,668.73	1.17	0.00	0.00	0.00	0.00	0.00	0.00
Temporary transactions in securities	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	703,644,159.35	13.99
Financial accounts	107,742,949.09	2.14	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Liabilities										
Temporary transactions in securities	675,698,001.17	13.44	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	20,203,634.45	0.40	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	5,644,308,001.67	112.26	7,444,726,792.85	148.07	9,318,996,855.32	185.35

- 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	426,114,246.26	8.47	0.00	0.00	508,988,571.92	10.12	40,026,083.77	0.80
Credit instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mutual fund units	3,560,636.53	0.07	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
Liabilities	14,080,372,660.92	280.04	45,419,959.51	0.90	3,079,337,274.04	61.25	4,893,787,699.54	97.33
Financial accounts	82,397,161.14	1.64	572,617.75	0.01	96,138.14	0.00	16,402,193.31	0.33
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	4,440,083,085.90	88.31	8,950,760,086.82	178.02	42,254.77	0.00	4,956,951,189.20	98.59
Financial accounts	0.18	0.00	0.00	0.00	0.00	0.00	11,229,427.91	0.22
Off-balance sheet								
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Other operations	10,401,318,105.18	206.87	0.00	0.00	0.00	0.00	40,418,908.08	0.80

5. Annual financial statements

- Breakdown by items of receivables and payables

	Type	12/31/19
Receivables	Forward foreign exchange purchase	6,288,787,898.79
	Funds to be accepted on urgent sale of currencies	17,737,099,655.26
	Sales deferred settlement	477,282,810.63
	Collateral	134,815,057.24
Total receivables		24,637,985,421.92
Payables	Urgent sale of currency	- 17,851,968,384.21
	Forward foreign exchange sale	- 6,271,681,792.33
	Purchases deferred settlement	- 470,676,130.21
	Management fees	- 9,577,597.08
	Variable management fees	- 345,615,473.61
	Deposits	- 280.27
	Collateral	- 98,822,264.53
	Other payables	- 4,719.00
Total of Payables		- 25,048,346,641.24
Total payables and receivables		- 410,361,219.32

- Shareholders' funds

- Number of units issued or redeemed

	Units	Value
Unit HCHF-I(C)		
Units subscribed during the period	157.8764	16,435,920.25
Units redeemed during the period	-139.2336	-13,743,609.48
Net Subscriptions / Redemptions	18.6428	2,692,310.77
Unit NEUR(C)		
Units subscribed during the period	790,967.7664	127,687,395.74
Units redeemed during the period	-805,095.2466	-128,684,722.59
Net Subscriptions / Redemptions	-14,127.4802	-997,326.85
Unit REUR(C)		
Units subscribed during the period	1,463,729.4748	632,594,707.44
Units redeemed during the period	-2,790,813.3015	-1,248,653,036.21
Net Subscriptions / Redemptions	-1,327,083.8267	-616,058,328.77

5. Annual financial statements

■ Shareholders' funds

● Number of units issued or redeemed

	Units	Value
Unit ISGD(C)		
Units subscribed during the period	2.9821	97,269.88
Units redeemed during the period	-2.9820	-94,144.34
Net Subscriptions / Redemptions	0.0001	3,125.54
Unit IEUR(C)		
Units subscribed during the period	3,221.9948	764,059,586.39
Units redeemed during the period	-3,489.3724	-804,463,716.62
Net Subscriptions / Redemptions	-267.3776	-40,404,130.23
Unit HCHF-N(C)		
Units subscribed during the period	57,193.6390	9,859,892.39
Units redeemed during the period	-34,107.9910	-5,631,161.60
Net Subscriptions / Redemptions	23,085.6480	4,228,730.79
Unit MEUR(C/D)		
Units subscribed during the period	10,856.7330	2,020,861.89
Units redeemed during the period	-39,176.2437	-7,085,537.52
Net Subscriptions / Redemptions	-28,319.5107	-5,064,675.63
Unit HUSD-R(C)		
Units subscribed during the period	227,735.8807	59,465,264.89
Units redeemed during the period	-655,554.2773	-167,441,581.51
Net Subscriptions / Redemptions	-427,818.3966	-107,976,316.62
Unit HSGD-R(C)		
Units subscribed during the period	94,258.6082	10,330,287.27
Units redeemed during the period	-176,131.7887	-19,179,884.01
Net Subscriptions / Redemptions	-81,873.1805	-8,849,596.74
Unit HUSD-I(C)		
Units subscribed during the period	1,187.6132	168,371,756.16
Units redeemed during the period	-435.0653	-52,595,523.14
Net Subscriptions / Redemptions	752.5479	115,776,233.02

5. Annual financial statements

■ Shareholders' funds

● Number of units issued or redeemed

	Units	Value
Unit IUSD(C)		
Units subscribed during the period	116.7705	21,660,700.49
Units redeemed during the period	-163.9938	-30,021,050.23
Net Subscriptions / Redemptions	-47.2233	-8,360,349.74
Unit HSGD-I(C)		
Units subscribed during the period	7,237.0101	576,417.58
Units redeemed during the period	-700.0000	-50,750.00
Net Subscriptions / Redemptions	6,537.0101	525,667.58
Unit RUSD(C)		
Units subscribed during the period	36,869.7924	7,719,920.54
Units redeemed during the period	-89,092.7460	-17,966,638.40
Net Subscriptions / Redemptions	-52,222.9536	-10,246,717.86
Unit HCHF-R(C)		
Units subscribed during the period	20,578.6590	8,896,024.49
Units redeemed during the period	-25,510.2613	-10,903,779.04
Net Subscriptions / Redemptions	-4,931.6023	-2,007,754.55
Unit RSGD(C)		
Units subscribed during the period	17,120.4895	2,743,797.95
Units redeemed during the period	-76,933.2129	-11,751,183.01
Net Subscriptions / Redemptions	-59,812.7234	-9,007,385.06
Unit REUR(C/D)		
Units subscribed during the period	486,495.1479	100,578,794.64
Units redeemed during the period	-387,335.5687	-77,490,838.04
Net Subscriptions / Redemptions	99,159.5792	23,087,956.60
Unit HCHF-SR(C)		
Units subscribed during the period	9,440.0000	963,698.85
Units redeemed during the period	-815.0530	-78,497.77
Net Subscriptions / Redemptions	8,624.9470	885,201.08

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■ Shareholders' funds

● Number of units issued or redeemed

	Units	Value
Unit HUSD-SR(C)		
Units subscribed during the period	667,269.2283	68,983,215.87
Units redeemed during the period	-279,648.9444	-27,412,377.56
Net Subscriptions / Redemptions	387,620.2839	41,570,838.31
Unit HSGD-SR(C)		
Units subscribed during the period	275,904.3319	19,731,883.71
Units redeemed during the period	-247,761.1246	-17,513,428.70
Net Subscriptions / Redemptions	28,143.2073	2,218,455.01
Unit SREUR(C)		
Units subscribed during the period	14,009,322.6563	1,659,980,747.86
Units redeemed during the period	-3,403,816.2570	-391,392,637.59
Net Subscriptions / Redemptions	10,605,506.3993	1,268,588,110.27
Unit SREUR(C/D)		
Units subscribed during the period	68,059.6874	7,413,022.90
Units redeemed during the period	-2,546.7470	-286,116.72
Net Subscriptions / Redemptions	65,512.9404	7,126,906.18

● Subscription and/or redemption fees

	Value
Unit NEUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	-2,375.66
Total of subscription and/or redemption fees received	-2,375.66
Unit REUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	4,749,118.08
Total of subscription and/or redemption fees received	4,749,118.08
Unit HCHF-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

5. Annual financial statements

- Subscription and/or redemption fees

	Value
Unit ISGD(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	-0.90
Total of subscription and/or redemption fees received	-0.90
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 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 IEUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	-10,256.70
Total of subscription and/or redemption fees received	-10,256.70
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 IUSD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	74,756.12
Total of subscription and/or redemption fees received	74,756.12
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

5. Annual financial statements

- Subscription and/or redemption fees

	Value
Unit HCHF-R(C)	
Total of redemption fees received	77.44
Total of subscription fees received	119.74
Total of subscription and/or redemption fees received	197.18
Unit HSGD-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 RUSD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	211,942.47
Total of subscription and/or redemption fees received	211,942.47
Unit RSGD(C)	
Total of redemption fees received	0.00
Total of subscription fees received	48,382.44
Total of subscription and/or redemption fees received	48,382.44
Unit REUR(C/D)	
Total of redemption fees received	0.00
Total of subscription fees received	1,040,612.28
Total of subscription and/or redemption fees received	1,040,612.28
Unit HCHF-SR(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-SR(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-SR(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 SREUR(C)	
Total of redemption fees received	0.00
Total of subscription fees received	-5.87
Total of subscription and/or redemption fees received	-5.87
Unit SREUR(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

	12/31/19
Unit NEUR(C)	
Underwriting commission	0.00
Fixed management fees	986,515.41
Percentage set for fixed management fees	0.79
Variable management fees	9,963,464.89
Trailer fees	0.00
Unit HCHF-I(C)	
Underwriting commission	0.00
Fixed management fees	102,429.64
Percentage set for fixed management fees	0.69
Variable management fees	1,186,849.49
Trailer fees	0.00
Unit ISGD(C)	
Underwriting commission	0.00
Fixed management fees	184.35
Percentage set for fixed management fees	0.39
Variable management fees	1.34
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/19
Unit REUR(C)	
Underwriting commission	0.00
Fixed management fees	26,220,382.37
Percentage set for fixed management fees	1.08
Variable management fees	204,710,422.99
Trailer fees	0.00
Unit HCHF-N(C)	
Underwriting commission	0.00
Fixed management fees	13,929.04
Percentage set for fixed management fees	0.72
Variable management fees	100,202.37
Trailer fees	0.00
Unit MEUR(C/D)	
Underwriting commission	0.00
Fixed management fees	6,229.72
Percentage set for fixed management fees	0.10
Variable management fees	-5.37
Trailer fees	0.00
Unit IEUR(C)	
Underwriting commission	0.00
Fixed management fees	4,263,316.41
Percentage set for fixed management fees	0.69
Variable management fees	49,496,803.11
Trailer fees	0.00
Unit HUSD-R(C)	
Underwriting commission	0.00
Fixed management fees	1,521,462.43
Percentage set for fixed management fees	1.08
Variable management fees	12,158,443.55
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/19
Unit HSGD-R(C)	
Underwriting commission	0.00
Fixed management fees	82,096.29
Percentage set for fixed management fees	1.08
Variable management fees	775,796.15
Trailer fees	0.00
Unit IUSD(C)	
Underwriting commission	0.00
Fixed management fees	164,685.82
Percentage set for fixed management fees	0.69
Variable management fees	1,846,170.89
Trailer fees	0.00
Unit HUSD-I(C)	
Underwriting commission	0.00
Fixed management fees	444,517.71
Percentage set for fixed management fees	0.69
Variable management fees	3,703,913.13
Trailer fees	0.00
Unit RUSD(C)	
Underwriting commission	0.00
Fixed management fees	193,785.77
Percentage set for fixed management fees	1.08
Variable management fees	1,388,528.28
Trailer fees	0.00
Unit HCHF-R(C)	
Underwriting commission	0.00
Fixed management fees	194,106.62
Percentage set for fixed management fees	1.08
Variable management fees	1,558,972.81
Trailer fees	0.00

5. Annual financial statements

- Management fees chargeable to the fund

	12/31/19
Unit HSGD-I(C)	
Underwriting commission	0.00
Fixed management fees	1,319.51
Percentage set for fixed management fees	0.66
Variable management fees	11,276.10
Trailer fees	0.00
Unit RSGD(C)	
Underwriting commission	0.00
Fixed management fees	46,572.25
Percentage set for fixed management fees	1.08
Variable management fees	311,587.24
Trailer fees	0.00
Unit REUR(C/D)	
Underwriting commission	0.00
Fixed management fees	1,728,786.64
Percentage set for fixed management fees	1.08
Variable management fees	13,322,393.47
Trailer fees	0.00
Unit HCHF-SR(C)	
Underwriting commission	0.00
Fixed management fees	6,662.04
Percentage set for fixed management fees	1.57
Variable management fees	26,472.50
Trailer fees	0.00
Unit HUSD-SR(C)	
Underwriting commission	0.00
Fixed management fees	386,597.08
Percentage set for fixed management fees	1.57
Variable management fees	1,404,716.46
Trailer fees	0.00

5. Annual financial statements

- **Management fees chargeable to the fund**

	12/31/19
Unit HSGD-SR(C)	
Underwriting commission	0.00
Fixed management fees	40,115.03
Percentage set for fixed management fees	1.52
Variable management fees	124,279.78
Trailer fees	0.00
Unit SREUR(C)	
Underwriting commission	0.00
Fixed management fees	10,588,432.74
Percentage set for fixed management fees	1.57
Variable management fees	43,452,852.64
Trailer fees	0.00
Unit SREUR(C/D)	
Underwriting commission	0.00
Fixed management fees	29,405.56
Percentage set for fixed management fees	1.58
Variable management fees	75,069.37
Trailer fees	0.00

- **Commitments received and given**

Guarantees received by the UCIT

In addition, the management company has decided to waive its remuneration for this financial year up to a limit of EUR 150,000,000, if at the time of the final settlement of the "sell back" transactions, an impairment in their value was to be noticed after taking into account all collateral already received in securities.

Other commitments received and/or given

None.

5. Annual financial statements

■ Further details

• Stock market values of temporarily acquired securities

	12/31/19
Securities held under sell-back deals	0.00
Borrowed securities	0.00

• Stock market values of pledged securities

	12/31/19
Financial instruments pledged but not reclassified	309,711,249.77
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	12/31/19
Equities			0.00
Bonds			0.00
Notes			0.00
UCITS			68,336,644.27
	XFCS00X1MN44	ARCTIC BLUE MASTER FUND H SHARE	3,560,636.53
	FR0013378023	H2O ALLEGRETTO Part I C	1,468,500.00
	IE00BYVMJ495	H2O Barry Short I EUR	4,468,729.04
	FR0013410867	H2O EUROSOVEREIGN PART I C	2,085,719.84
	FR0013434941	H2O EUROSOVEREIGN 3-5 YEARS PART I/C	994,600.00
	FR0013282720	H2O LARGO I C EUR	53,656,978.04
	LU1064603886	QUADRA CAPITAL FX DRIVEN S -A-	2,101,480.82
Hedges			0.00
Total group financial instruments			68,336,644.27

5. Annual financial statements

■ Table of profit (loss)

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

	12/31/19	12/31/18
Sums not yet allocated		
Brought forward	132.07	245,805.33
Profit (loss)	-266,047,991.11	-169,460,314.16
Total	-266,047,859.04	-169,214,508.83

	12/31/19	12/31/18
Unit ISGD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	0.12	0.00
Total	0.12	0.00

	12/31/19	12/31/18
Unit NEUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-6,256,206.90	-4,007,361.91
Total	-6,256,206.90	-4,007,361.91

	12/31/19	12/31/18
Unit HCHF-I(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-736,461.04	-517,891.12
Total	-736,461.04	-517,891.12

5. Annual financial statements

■ Table of profit (loss)

	12/31/19	12/31/18
Unit REUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-114,446,738.25	-116,875,613.06
Total	-114,446,738.25	-116,875,613.06

	12/31/19	12/31/18
Unit HCHF-N(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-236,211.40	-25,957.97
Total	-236,211.40	-25,957.97

	12/31/19	12/31/18
Unit MEUR(C/D)		
Allocation		
Distribution	149,073.01	269,054.74
Brought forward	127.03	328.77
Capitalized	0.00	0.00
Total	149,200.04	269,383.51
Details of units with dividend entitlement		
Number of units	18,966.0319	47,285.5426
Dividend per unit	7.86	5.69
Tax credits		
Tax credit attached to the distribution of income	56.24	0.00

	12/31/19	12/31/18
Unit HUSD-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-5,341,995.34	-8,634,881.18
Total	-5,341,995.34	-8,634,881.18

5. Annual financial statements

■ Table of profit (loss)

	12/31/19	12/31/18
Unit IEUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-31,786,154.83	-27,531,161.19
Total	-31,786,154.83	-27,531,161.19

	12/31/19	12/31/18
Unit HUSD-I(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-8,247,768.44	-2,214,021.92
Total	-8,247,768.44	-2,214,021.92

	12/31/19	12/31/18
Unit HSGD-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-282,843.33	-595,716.17
Total	-282,843.33	-595,716.17

	12/31/19	12/31/18
Unit IUSD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-879,089.62	-780,967.56
Total	-879,089.62	-780,967.56

5. Annual financial statements

■ Table of profit (loss)

	12/31/19	12/31/18
Unit HCHF-R(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-961,475.62	-825,621.36
Total	-961,475.62	-825,621.36

	12/31/19	12/31/18
Unit RUSD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-619,338.00	-699,612.93
Total	-619,338.00	-699,612.93

	12/31/19	12/31/18
Unit HSGD-I(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-23,279.49	0.00
Total	-23,279.49	0.00

	12/31/19	12/31/18
Unit RSGD(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-98,367.70	-423,268.62
Total	-98,367.70	-423,268.62

5. Annual financial statements

■ Table of profit (loss)

	12/31/19	12/31/18
Unit HCHF-SR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-42,125.97	0.00
Total	-42,125.97	0.00

	12/31/19	12/31/18
Unit REUR(C/D)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-8,921,751.49	-6,351,817.35
Total	-8,921,751.49	-6,351,817.35

	12/31/19	12/31/18
Unit HUSD-SR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-2,307,706.76	0.00
Total	-2,307,706.76	0.00

	12/31/19	12/31/18
Unit HSGD-SR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-106,371.43	0.00
Total	-106,371.43	0.00

5. Annual financial statements

■ Table of profit (loss)

	12/31/19	12/31/18
Unit SREUR(C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-84,669,976.95	0.00
Total	-84,669,976.95	0.00

	12/31/19	12/31/18
Unit SREUR(C/D)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	-233,196.64	0.00
Total	-233,196.64	0.00

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

	12/31/19	12/31/18
Sums not yet allocated		
Net Capital gains and losses Accumulated from Previous business year	32,436,136.76	25,122,859.12
Net Capital gains and losses of the business year	1,591,410,489.12	612,146,008.43
Allocation Report of distributed items on Net Capital Gains and Losses	0.00	0.00
Total	1,623,846,625.88	637,268,867.55

	12/31/19	12/31/18
Unit ISGD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	1.02	0.00
Total	1.02	0.00

5. Annual financial statements

	12/31/19	12/31/18
Unit HCHF-I(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	6,541,967.47	2,438,119.41
Total	6,541,967.47	2,438,119.41

	12/31/19	12/31/18
Unit REUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	705,204,771.22	400,770,510.23
Total	705,204,771.22	400,770,510.23

	12/31/19	12/31/18
Unit NEUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	41,029,878.57	18,158,193.97
Total	41,029,878.57	18,158,193.97

	12/31/19	12/31/18
Unit HUSD-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	36,419,720.16	39,779,126.57
Total	36,419,720.16	39,779,126.57

5. Annual financial statements

	12/31/19	12/31/18
Unit IEUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	209,569,068.38	100,182,939.65
Total	209,569,068.38	100,182,939.65

	12/31/19	12/31/18
Unit MEUR(C/D)		
Allocation		
Distribution	559,687.60	1,076,691.81
Net capital gains and losses accumulated per share	1,362,648.91	1,428,287.15
Capitalized	0.00	0.00
Total	1,922,336.51	2,504,978.96
Details of units with dividend entitlement		
Number of units	18,966.0319	47,285.5426
Dividend per unit	29.51	22.77

	12/31/19	12/31/18
Unit HCHF-N(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	1,745,803.96	105,231.35
Total	1,745,803.96	105,231.35

5. Annual financial statements

	12/31/19	12/31/18
Unit HSGD-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	2,217,389.84	2,246,975.12
Total	2,217,389.84	2,246,975.12

	12/31/19	12/31/18
Unit HUSD-I(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	59,873,271.07	10,719,056.46
Total	59,873,271.07	10,719,056.46

	12/31/19	12/31/18
Unit IUSD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	7,058,516.43	4,346,510.05
Total	7,058,516.43	4,346,510.05

	12/31/19	12/31/18
Unit RUSD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	4,629,522.08	3,629,984.81
Total	4,629,522.08	3,629,984.81

5. Annual financial statements

	12/31/19	12/31/18
Unit HSGD-I(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	205,554.66	0.00
Total	205,554.66	0.00

	12/31/19	12/31/18
Unit HCHF-R(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	6,507,541.81	3,124,072.70
Total	6,507,541.81	3,124,072.70

	12/31/19	12/31/18
Unit RSGD(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	797,550.47	1,888,169.69
Total	797,550.47	1,888,169.69

	12/31/19	12/31/18
Unit HCHF-SR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	326,396.74	0.00
Total	326,396.74	0.00

5. Annual financial statements

	12/31/19	12/31/18
Unit REUR(C/D)		
Allocation		
Distribution	27,409,235.63	19,874,828.24
Net capital gains and losses accumulated per share	58,314,290.27	27,500,170.34
Capitalized	0.00	0.00
Total	85,723,525.90	47,374,998.58
Details of units with dividend entitlement		
Number of units	724,154.1779	624,994.5987
Dividend per unit	37.85	31.80

	12/31/19	12/31/18
Unit HUSD-SR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	15,029,771.85	0.00
Total	15,029,771.85	0.00

	12/31/19	12/31/18
Unit HSGD-SR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	866,231.83	0.00
Total	866,231.83	0.00

	12/31/19	12/31/18
Unit SREUR(C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	436,462,686.55	0.00
Total	436,462,686.55	0.00

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS HCHF-I(C)					
Net assets in CHF	4,291,675.26	2,595,814.63	6,272,739.09	13,894,625.59	20,984,008.71
Number of shares/units	73.5753	39.7957	84.5781	141.0191	159.6619
NAV per share/unit	58,330.38	65,228.52	74,165.05	98,530.09	131,427.77
Net Capital Gains and Losses Accumulated per share	1,729.93	6,192.25	1,716.05	17,289.28	40,973.87
Net income Accumulated per share	-931.59	1,286.75	1,779.37	-3,672.48	-4,612.62
H2O MULTIBONDS ISGD(C)					
Net assets in SGD	0.00	0.00	0.00	0.00	6.41
Number of shares/units	0.0000	0.0000	0.0000	0.0000	0.0001
NAV per share/unit	0.00	0.00	0.00	0.00	64,100.00
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	10,200.00
Net income Accumulated per share	0.00	0.00	0.00	0.00	1,200.00
H2O MULTIBONDS NEUR(C)					
Net assets in EUR	0.00	0.00	46,979,054.38	100,091,555.83	130,543,198.69
Number of shares/units	0.0000	0.0000	446,540.9627	711,922.5815	697,795.1013
NAV per share/unit	0.00	0.00	105.20	140.59	187.07
Net Capital Gains and Losses Accumulated per share	0.00	0.00	11.01	25.50	58.79
Net income Accumulated per share	0.00	0.00	-1.47	-5.62	-8.96
H2O MULTIBONDS REUR(C)					
Net assets in EUR	645,240,212.20	733,282,017.78	972,275,493.15	2,209,706,616.22	2,241,542,413.68
Number of shares/units	2,753,838.3286	2,807,948.8681	3,260,052.9934	5,604,902.2567	4,277,818.4300
NAV per share/unit	234.30	261.14	298.23	394.24	523.99
Net Capital Gains and Losses Accumulated per share	43.19	24.24	34.63	71.50	164.85
Net income Accumulated per share	-7.30	1.92	2.52	-20.85	-26.75

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS HCHF-N(C)					
Net assets in CHF	0.00	0.00	201,456.55	598,618.72	5,594,555.13
Number of shares/units	0.0000	0.0000	1,700.0000	3,827.0000	26,912.6480
NAV per share/unit	0.00	0.00	118.50	156.41	207.87
Net Capital Gains and Losses Accumulated per share	0.00	0.00	2.99	27.49	64.86
Net income Accumulated per share	0.00	0.00	-0.47	-6.78	-8.77
H2O MULTIBONDS IEUR(C)					
Net assets in EUR	230,010,735.55	192,460,925.09	259,711,614.61	553,322,217.08	667,524,059.18
Number of shares/units	1,949.3226	1,458.5586	1,716.8857	2,751.7707	2,484.3931
NAV per share/unit	117,995.21	131,952.82	151,269.01	201,078.60	268,686.97
Net Capital Gains and Losses Accumulated per share	21,704.83	12,251.64	17,552.15	36,406.71	84,354.23
Net income Accumulated per share	-3,248.99	1,348.46	1,752.50	-10,004.88	-12,794.33
H2O MULTIBONDS MEUR(C/D)					
Net assets in EUR	0.00	3,729,316.47	7,964,687.64	8,361,464.26	4,216,280.53
Number of shares/units	0.0000	32,407.7499	60,800.5954	47,285.5426	18,966.0319
NAV per share/unit	0.00	115.07	130.99	176.82	222.30
Distribution on Net Capital gains and losses per share	0.00	4.36	2.49	22.77	29.51
Net capital gains and losses accumulated per share in EUR	0.00	7.34	20.22	30.20	71.84
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	1.40	6.81	5.69	7.86
Unit brought forward in EUR on the result	0.00	0.00	0.30	0.00	0.00
Tax credits per share/unit	0.00	0.00	0.57	0.00	*

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS HUSD-R(C)					
Net assets in USD	84,864,498.43	66,242,020.41	107,868,081.86	195,106,932.65	118,059,934.63
Number of shares/units	585,961.3300	407,934.1069	575,442.0346	771,110.6323	343,292.2357
NAV per share/unit	144.82	162.38	187.45	253.02	343.90
Net Capital Gains and Losses Accumulated per share	36.75	21.55	3.31	51.58	106.08
Net income Accumulated per share	-3.87	0.87	1.60	-11.19	-15.56
H2O MULTIBONDS HSGD-R(C)					
Net assets in SGD	0.00	0.00	49,817.19	18,256,808.66	8,719,313.80
Number of shares/units	0.0000	0.0000	460.5690	126,562.2277	44,689.0472
NAV per share/unit	0.00	0.00	108.16	144.25	195.11
Net Capital Gains and Losses Accumulated per share	0.00	0.00	5.98	17.75	49.61
Net income Accumulated per share	0.00	0.00	-0.30	-4.70	-6.32
H2O MULTIBONDS IUSD(C)					
Net assets in USD	21,434,287.46	18,023,221.04	24,525,248.53	27,621,040.62	25,246,702.07
Number of shares/units	214.2058	162.1718	174.0038	152.2185	104.9952
NAV per share/unit	100,063.99	111,136.59	140,946.62	181,456.52	240,455.77
Net Capital Gains and Losses Accumulated per share	16,942.11	9,681.27	13,696.29	28,554.41	67,227.03
Net income Accumulated per share	-2,435.99	3,344.06	-1,667.04	-5,130.56	-8,372.66

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS HUSD-I(C)					
Net assets in USD	94,200,798.58	10,314,235.71	24,553,197.27	52,672,987.77	194,559,873.42
Number of shares/units	1,402.6595	135.7152	280.5021	442.5028	1,195.0507
NAV per share/unit	67,158.70	75,999.11	87,533.02	119,034.24	162,804.70
Net Capital Gains and Losses Accumulated per share	16,976.02	10,059.88	1,550.43	24,223.70	50,101.03
Net income Accumulated per share	-1,661.49	997.18	502.99	-5,003.40	-6,901.60
H2O MULTIBONDS HSGD-I(C)					
Net assets in SGD	0.00	0.00	0.00	0.00	861,409.05
Number of shares/units	0.0000	0.0000	0.0000	0.0000	6,537.0101
NAV per share/unit	0.00	0.00	0.00	0.00	131.77
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	31.44
Net income Accumulated per share	0.00	0.00	0.00	0.00	-3.56
H2O MULTIBONDS HCHF-R(C)					
Net assets in CHF	13,378,161.21	11,702,237.52	10,435,592.48	17,775,015.28	20,832,491.54
Number of shares/units	53,220.6984	41,776.9915	32,791.2268	42,279.1964	37,347.5941
NAV per share/unit	251.37	280.11	318.24	420.41	557.80
Net Capital Gains and Losses Accumulated per share	57.20	27.04	7.33	73.89	174.24
Net income Accumulated per share	-7.15	2.65	2.85	-19.52	-25.74
H2O MULTIBONDS RUSD(C)					
Net assets in USD	6,478,350.83	6,858,718.19	10,451,543.89	23,007,104.38	16,521,347.71
Number of shares/units	57,621.2568	55,158.2616	66,623.5519	114,873.6024	62,650.6488
NAV per share/unit	112.42	124.34	156.87	200.28	263.70
Net Capital Gains and Losses Accumulated per share	19.16	10.83	15.25	31.59	73.89
Net income Accumulated per share	-3.69	3.32	-2.38	-6.09	-9.88

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS RSGD(C)					
Net assets in SGD	4,270,463.31	2,127,068.66	6,253,313.25	16,282,950.15	3,840,753.27
Number of shares/units	32,329.3736	14,694.8305	36,292.4881	73,058.0262	13,245.3028
NAV per share/unit	132.09	144.74	172.30	222.87	289.97
Net Capital Gains and Losses Accumulated per share	15.91	8.91	12.49	25.84	60.21
Net income Accumulated per share	-3.09	0.17	0.02	-5.79	-7.42
H2O MULTIBONDS REUR(C/D)					
Net assets in EUR	6,016,393.40	7,120,070.30	22,647,591.64	123,464,173.42	163,053,045.46
Number of shares/units	44,773.3127	48,236.0592	141,312.7241	624,994.5987	724,154.1779
NAV per share/unit	134.37	147.60	160.26	197.54	225.16
Distribution on Net Capital gains and losses per share	1.50	6.64	10.33	31.80	37.85
Net capital gains and losses accumulated per share in EUR	23.33	30.32	38.66	44.00	80.52
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	0.00
Net income Accumulated per share	-4.06	0.00	0.00	-10.16	-12.32
Distribution on Net Income per share	0.00	0.74	1.05	0.00	0.00
Unit brought forward in EUR on the result	0.00	0.00	0.37	0.00	0.00
Tax credits per share/unit	0,00	0,00	0,235	0,00	*
H2O MULTIBONDS HCHF-SR(C)					
Net assets in CHF	0.00	0.00	0.00	0.00	1,073,147.51
Number of shares/units	0.0000	0.0000	0.0000	0.0000	8,624.9470
NAV per share/unit	0.00	0.00	0.00	0.00	124.42
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	37.84
Net income Accumulated per share	0.00	0.00	0.00	0.00	-4.88

5. Annual financial statements

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

	12/31/15	12/30/16	12/29/17	12/31/18	12/31/19
Global Net Assets in EUR	1,090,822,793.14	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81
H2O MULTIBONDS HUSD-SR(C)					
Net assets in USD	0.00	0.00	0.00	0.00	50,850,815.47
Number of shares/units	0.0000	0.0000	0.0000	0.0000	387,620.2839
NAV per share/unit	0.00	0.00	0.00	0.00	131.18
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	38.77
Net income Accumulated per share	0.00	0.00	0.00	0.00	-5.95
H2O MULTIBONDS HSGD-SR(C)					
Net assets in SGD	0.00	0.00	0.00	0.00	3,613,217.75
Number of shares/units	0.0000	0.0000	0.0000	0.0000	28,143.2073
NAV per share/unit	0.00	0.00	0.00	0.00	128.38
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	30.77
Net income Accumulated per share	0.00	0.00	0.00	0.00	-3.77
H2O MULTIBONDS SREUR(C)					
Net assets in EUR	0.00	0.00	0.00	0.00	1,396,738,411.71
Number of shares/units	0.0000	0.0000	0.0000	0.0000	10,605,506.3993
NAV per share/unit	0.00	0.00	0.00	0.00	131.69
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	41.15
Net income Accumulated per share	0.00	0.00	0.00	0.00	-7.98

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Portfolio listing of financial instruments

Name of security	Currency	Quantity	Market value	%
Bonds and similar securities				
Listed bonds and similar securities				
BELGIUM				
BELFIUS BANK 3.625% PERP	EUR	5,000,000	4,844,222.27	0.10
KBC GROUPE 4.25% PERP	EUR	5,000,000	5,214,422.68	0.10
TOTAL BELGIUM			10,058,644.95	0.20
FRANCE				
AXASA 5 1/2 07/22/49	USD	2,000,000	1,847,353.62	0.04
BNP PAR 6.625% PERP	USD	3,000,000	2,944,529.33	0.06
CASA 6.50% PERP	EUR	5,000,000	5,419,996.43	0.11
LAMON 6 3/4 04/25/44	EUR	400,000	508,129.93	0.01
SG 7.375% PERP	USD	6,836,000	6,778,526.68	0.13
SOCGEN TV 11/49	USD	1,000,000	670,987.96	0.01
TOTAL FRANCE			18,169,523.95	0.36
GERMANY				
ALLEMAGNE 3% 04/07/20	EUR	25,350,000	26,208,224.25	0.52
ALLEMAGNE 3.25%09-040120	EUR	25,350,000	26,171,617.81	0.52
BUNDESSCHATZANWEISUNGEN 0.0% 12-06-20	EUR	25,350,000	25,427,444.25	0.51
TOTAL GERMANY			77,807,286.31	1.55
GREECE				
GRECE 15/10/2042	EUR	54,791,400	207,933.36	0.00
HELLENIC REPUBLIC GOVERNMENT BOND 3.5% 30-01-23	EUR	120,551,044	136,400,608.11	2.72
HELLENIC REPUBLIC GOVERNMENT BOND 3.75% 29-01-28	EUR	109,350,126	133,326,893.72	2.65
HELLENIC REPUBLIC GOVERNMENT BOND 3.9% 30-01-33	EUR	31,507,590	39,939,338.32	0.79
HELLENIC REPUBLIC GOVERNMENT BOND 4.0% 30-01-37	EUR	3,508,925	4,528,920.71	0.09
HELLENIC REPUBLIC GOVERNMENT BOND 4.2% 29-01-42	EUR	8,139,131	11,087,719.63	0.22
HELLENIC REPUBLIC GOVERNMENT BOND 4.375% 01-08-22	EUR	13,800,000	15,553,193.48	0.31
TOTAL GREECE			341,044,607.33	6.78
ILIAC TRACTS CAIMANES				
ADS SECURITIES FUNDING LIMITED 6.5% 18-06-23	USD	15,550,000	6,150,157.76	0.12
TOTAL ILIAC TRACTS CAIMANES			6,150,157.76	0.12
ITALY				
BTPS 2.35 09/15/24	EUR	15,000,000	17,834,459.28	0.35
BTPS 4 3/4 09/01/44	EUR	141,600,000	207,489,498.73	4.13
ITAL BUON POL 2.8% 01-03-67	EUR	14,620,000	15,435,334.91	0.31
ITALIE 4.75% 01/09/2028	EUR	662,500,000	867,014,623.63	17.24
ITALIE 5%09-010325	EUR	27,125,000	33,560,079.86	0.67
ITALIE 6 7/8% 23	USD	8,000,000	8,309,725.32	0.17
ITALY BUONI POLIENNALI DEL TESORO 2.45% 01-09-33	EUR	100,000,000	109,749,615.38	2.18
ITALY BUONI POLIENNALI DEL TESORO 2.8% 01-12-28	EUR	408,498,000	463,479,620.89	9.22
ITALY BUONI POLIENNALI DEL TESORO 3.0% 01-08-29	EUR	257,940,000	300,763,423.10	5.98
ITALY BUONI POLIENNALI DEL TESORO 3.85% 01-09-49	EUR	165,700,000	217,193,824.23	4.32
UNICREDIT SPA 6.625% PERP	EUR	5,000,000	5,452,756.69	0.11
UNICREDIT SPA 6.75% PERP	EUR	6,500,000	7,104,698.57	0.14

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Name of security	Currency	Quantity	Market value	%
UNICREDIT SPA 7.5% PERP	EUR	6,400,000	7,543,503.74	0.15
TOTAL ITALY			2,260,931,164.33	44.97
MEXICO				
CORPORACION GEO 8.875% 03/22 DEFAULT	USD	24,300,000	432.96	0.00
MEXICAN BONOS 10.0% 05-12-24	MXN	857,737	4,618,047.61	0.09
MEXICAN BONOS 7.5% 03-06-27 - PAYE TOUS LES 182 JOURS	MXN	25,974,000	127,863,089.54	2.54
MEXICAN BONOS 7.75% 23-11-34	MXN	24,688,031	125,370,770.70	2.49
MEXICAN BONOS 7.75% 29-05-31	MXN	48,300,000	244,235,576.39	4.86
MEXICAN BONOS 8.5% 31-05-29	MXN	915,000	4,829,184.65	0.10
PEMEX 7.47 11/12/26	MXN	500,000	2,071,903.03	0.04
PETROLEOS MEXICANOS 6.49% 23-01-27	USD	10,643,000	10,277,039.88	0.20
PETROLEOS MEXICANOS 6.84% 23-01-30	USD	186,150,000	180,763,673.05	3.60
PETROLEOS MEXICANOS 7.69% 23-01-50	USD	2,950,000	2,934,917.84	0.06
TOTAL MEXICO			702,964,635.65	13.98
NETHERLANDS				
ABN AMRO BANK NV 4.75% PERP	EUR	6,000,000	6,588,515.60	0.13
CHAIN FINANCE BV 7.75% 11-08-20	EUR	43,200,000	24,550,713.44	0.49
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	EUR	68,000,000	30,441,684.70	0.61
ING GROEP NV 6.75% PERP	USD	6,000,000	5,890,089.09	0.12
LA PERLA FASHION FINANCE BV 7.25% 29-03-23	EUR	162,000,000	104,115,513.29	2.06
ROYA DES PAYS 0.25% 15-01-20	EUR	25,350,000	25,420,037.19	0.51
SWB FINANCE BV 7.0% 26-07-23	EUR	20,000,000	7,396,639.35	0.15
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	100,500,000	41,899,409.01	0.83
TOTAL NETHERLANDS			246,302,601.67	4.90
PORTUGAL				
BANCO ESPIRITO SANTO S 2.625% 08/05/2017	EUR	6,800,000	1,744,030.00	0.03
BCO ESPI 4.75% 15-01-18 EMTN DEFAULT	EUR	6,000,000	1,601,130.00	0.03
PGB 2 7/8 10/15/25	EUR	480,000	560,637.19	0.01
PORTUGAL REPUBLIQUE 4.1% 15-02-45	EUR	2,150,000	3,482,773.96	0.07
PORTUGAL 4.1% 06-150437	EUR	12,700,000	19,287,829.71	0.39
TAGU S E1R+1.95% 12-05-25	EUR	5,500,000	2,167,139.29	0.04
TOTAL PORTUGAL			28,843,540.15	0.57
SPAIN				
BANCO DE SABADELL SA 6.125% PERP	EUR	5,000,000	5,216,670.24	0.10
BANCO NTANDER 7.5% PERP	USD	4,000,000	3,976,064.29	0.08
BANKIA SA 6.0% PERP	EUR	3,000,000	3,211,573.04	0.06
BANKIA 6.375% PERP	EUR	6,000,000	6,538,272.36	0.13
BBVA 6.0% PERP	EUR	4,000,000	4,467,956.70	0.09
CAIXABANK 5.25% PERP	EUR	10,000,000	10,254,265.38	0.21
TOTAL SPAIN			33,664,802.01	0.67
SWEDEN				
SKANDINAVISKA ENSKILDA BANKEN AB 5.625% PERP	USD	1,400,000	1,292,355.90	0.03
TOTAL SWEDEN			1,292,355.90	0.03
SWITZERLAND				
UBS GROUP AG 5.0% PERP	USD	5,000,000	4,591,559.02	0.09
TOTAL SWITZERLAND			4,591,559.02	0.09
TURKEY				
REPU DE TURQ 4.875% 09-10-26	USD	3,100,000	2,675,127.39	0.05

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Name of security	Currency	Quantity	Market value	%
REPUBLIQUE DE TURQUIE 7.25% 23-12-23	USD	13,000,000	12,594,699.83	0.25
TURKEY GOVERNMENT INTL BOND 6.125% 24-10-28	USD	15,487,000	14,153,042.72	0.28
TURKEY GOVERNMENT INTL BOND 7.625% 26-04-29	USD	59,858,000	59,900,445.71	1.19
TURKEY 5 3/4 03/22/24	USD	35,000,000	32,446,385.80	0.65
TURQUIE 4.875% 04/43	USD	42,250,000	31,535,139.66	0.63
TURQUIE 6.25% 09/22	USD	7,500,000	7,105,859.31	0.14
TOTAL TURKEY			160,410,700.42	3.19
UNITED KINGDOM				
ANGLETERRE 3.75% 07/09/2020	GBP	2,830,000	3,450,300.77	0.07
MANSARD MORTGAGES 2006 1 L3RGBP+0.2% 15-10-48	GBP	750,000	77,068.22	0.00
UK TSY 3.25% 22/01/2044	GBP	21,923,000	36,498,714.78	0.73
TOTAL UNITED KINGDOM			40,026,083.77	0.80
USA				
GENERAL ELECTRIC CO 5.0% PERP	USD	10,000,000	8,767,394.21	0.17
TOTAL USA			8,767,394.21	0.17
VENEZUELA				
PDVSA 5.375% 12/04/27 USD DEFAULT	USD	12,122,000	831,801.38	0.02
PDVSA 9 11/17/21 DEFAULT	USD	8,550,000	610,077.73	0.01
PETR DE VENE 5.5% 12-04-37 DEFAULT	USD	9,722,000	679,977.03	0.01
PETR DE VENE 6.0% 16-05-24 - DEFAULT	USD	41,401,000	2,933,661.95	0.06
PETROLEOS DE VENEZUELA SA PDVSA 0.0% 17-05-35 DEFAULT	USD	26,782,900	1,948,769.14	0.04
PETROLEOS VENEZ 6% 11/26 - DEFAULT	USD	43,134,900	3,052,682.82	0.06
PETROLEOS 12.75% 17/02/2022 DEFAULT	USD	6,070,000	436,282.94	0.01
VENEZUELA GOVERNMENT INTERNATIONAL BOND 0.0% 21-10-26 DEFAULT	USD	12,231,200	1,295,581.01	0.03
VENEZUELA 11.95%11-050831 REGS DEFAULT	USD	11,727,200	1,269,253.92	0.03
VENEZUELA 7% 31/03/2038 DEFAULT	USD	7,305,500	777,181.54	0.02
VENEZUELA 7.65% 21/04/25 USD DEFAULT	USD	13,818,000	1,409,682.20	0.03
VENEZUELA 8.25% 13-10-24 DEFAULT	USD	21,033,800	2,245,978.86	0.04
VENEZUELA 9.25% 07/05/23 *USD DEFAULT	USD	15,892,800	1,688,742.73	0.03
VENEZUELA 9.25% 09/27 DEFAULT	USD	11,504,000	1,234,540.61	0.02
VENEZUELA 9.375% 13-01-34 DEFAULT	USD	894,000	94,525.07	0.00
TOTAL VENEZUELA			20,508,738.93	0.41
Total listed bond and similar securities			3,961,533,796.36	78.79
Bonds and similar securities not negotiated on a regulated or assimilated market				
NETHERLANDS				
DEGROS HOLDING BV 6.5% 17-01-23	EUR	20,000,000	10,261,260.27	0.20
RUBIN ROBOTICS BV 5.0% 29-03-24	EUR	14,400,000	5,873,550.16	0.12
TENNOR FINANCE BV 5.75% 17-06-24	EUR	106,000,000	35,441,450.81	0.71
TOTAL NETHERLANDS			51,576,261.24	1.03
TOTAL Bonds & similar sec. not nego. on reg. market			51,576,261.24	1.03
Total bonds and similar securities			4,013,110,057.60	79.82
Credit instruments				
Credit instruments traded in a regulated market or equivalent				
BELGIUM				
BELG TREA BILL ZCP 12-03-20	EUR	30,550,000	30,588,161.49	0.61
BELG TREA BILL ZCP 14-05-20	EUR	3,400,000	3,408,154.01	0.07

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Name of security	Currency	Quantity	Market value	%
BELG TREA BILL ZCP 16-01-20	EUR	25,350,000	25,358,556.63	0.50
TOTAL BELGIUM			59,354,872.13	1.18
EIRE				
REPU OF IREL TREA ZCP 22-06-20	EUR	51,500,000	51,639,980.84	1.03
TOTAL EIRE			51,639,980.84	1.03
FRANCE				
FRENCH REP ZCP 15-01-20	EUR	25,350,000	25,357,820.75	0.50
FRENCH REP ZCP 19-02-20	EUR	25,350,000	25,373,440.90	0.51
FRENCH REP ZCP 22-01-20	EUR	25,350,000	25,361,472.69	0.50
TOTAL FRANCE			76,092,734.34	1.51
NETHERLANDS				
DUTC TREA CERT ZCP 31-01-20	EUR	33,900,000	33,920,101.28	0.67
DUTC TREA CERT ZCP 31-03-20	EUR	3,800,000	3,806,533.88	0.08
DUTCH TREASURY CERT ZCP 280220	EUR	2,850,000	2,853,385.07	0.06
TOTAL NETHERLANDS			40,580,020.23	0.81
Total credit instruments traded on a regulated or similar market			227,667,607.54	4.53
Total credit instruments			227,667,607.54	4.53
Collective investment undertakings				
General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries				
EIRE				
H2O Barry Short I EUR	EUR	50,086.629	4,468,729.04	0.09
TOTAL EIRE			4,468,729.04	0.09
FRANCE				
H2O EUROSOVEREIGN PART I C	EUR	19,481.7844	2,085,719.84	0.04
H2O EUROSOVEREIGN 3-5 YEARS PART I/C	EUR	10,000	994,600.00	0.02
TOTAL FRANCE			3,080,319.84	0.06
LUXEMBURG				
QUADRA CAPITAL FX DRIVEN S -A-	EUR	2,019.936	2,101,480.82	0.04
TOTAL LUXEMBURG			2,101,480.82	0.04
UNITED KINGDOM				
H2O ALLEGRETTO Part I C	EUR	12,500	1,468,500.00	0.03
H2O LARGO I C EUR	EUR	499,645.9451	53,656,978.04	1.07
TOTAL UNITED KINGDOM			55,125,478.04	1.10
TOTAL General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries			64,776,007.74	1.29
Other non-European entities				
ILIAC TRACTS CAIMANES				
ARCTIC BLUE MASTER FUND H SHARE CLASS	USD	45,000	3,560,636.53	0.07
TOTAL ILIAC TRACTS CAIMANES			3,560,636.53	0.07
TOTAL Other non-European entities			3,560,636.53	0.07
Total collective investment undertakings			68,336,644.27	1.36
Titles put in deposit				
Listed bonds and similar securities				
BTPS 4 3/4 09/01/44	EUR	105,000,000	153,858,738.46	3.06
BUNDESSCHATZANWEISUNGEN 0.0% 12-06-20	EUR	3,800,000	3,811,609.00	0.08
BUNDESSCHATZANWEISUNGEN 0.0% 13-03-20	EUR	9,500,000	9,512,160.00	0.19

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
ITAL BUON POL 2.8% 01-03-67	EUR	135,000,000	142,528,742.31	2.83
Total listed bond and similar securities			309,711,249.77	6.16
TOTAL Securities put in déposit			309,711,249.77	6.16
Indemnification on titles received in pension			0.00	0.00
Securities sold under agreements to repurchase				
ITALY				
ITALY BUONI POLIENNALI DEL TESORO 2.8% 01-12-28	EUR	373,052,000	423,262,781.05	8.41
ITALY BUONI POLIENNALI DEL TESORO 3.0% 01-08-29	EUR	240,460,000	280,381,378.30	5.58
TOTAL ITALY			703,644,159.35	13.99
TOTAL Securities sold under agreement to resell			703,644,159.35	13.99
Debts representative of securities sold under agreements to repurchase			-675,823,318.93	-13.44
Indemnification on securities sold under agreements to repurchase			125,313.76	0.00
Autres opérations temporaires				
AVATERA MEDICAL INVESTMENT	EUR	42,000,000	3.00	0.00
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	EUR	112,800,000	100,769,467.26	2.00
DEGROS HOLDING BV 6.5% 17-01-23	EUR	18,000,000	16,715,000.00	0.33
DEGROS HOLDING BV 6.5% 17-01-23	EUR	6,400,000	1.00	0.00
LA PERLA FASHION FINANCE BV 7.25% 29-03-23	EUR	68,600,000	67,314,056.00	1.34
LA PERLA FASHION HOLDING NV	EUR	23,000,000	1.00	0.00
RUBIN ROBOTICS BV 5.0% 29-03-24	EUR	15,600,000	10,031,950.82	0.20
SWB FINANCE BV 7.0% 26-07-23	EUR	32,000,000	30,191,562.84	0.60
TENNOR FINANCE BV 5.75% 17-06-24	EUR	399,600,000	380,838,748.65	7.58
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	80,000,000	74,239,453.56	1.48
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	12,000,000	1.00	0.00
TOTAL Autres opérations temporaires			680,100,245.13	13.53
Hedges				
Urgent commitments closed				
Urgent commitments firm on regulated or assimilated market				
CBOT USUL 30A 0320	USD	3,107	-17,821,374.22	-0.35
FV CBOT UST 5 0320	USD	-70,388	33,704,268.35	0.67
JGBL JAPAN GO 0320	JPY	-12	24,592.64	0.00
LIFFE LG GILT 0320	GBP	-124	234,224.35	0.00
TU CBOT UST 2 0320	USD	-107	23,068.84	0.00
TY CBOT YST 1 0320	USD	-4,897	5,621,509.80	0.11
US US TBOND 3 0320	USD	-13,274	45,567,838.79	0.91
XEUR FBTP BTP 0320	EUR	30,871	-5,158,280.00	-0.10
XEUR FBTS BTP 0320	EUR	60	11,400.00	0.00
XEUR FGBL BUN 0320	EUR	-10,823	22,821,430.00	0.45
XEUR FGBM BOB 0320	EUR	-101	35,675.00	0.00
XEUR FGBS SCH 0320	EUR	-50,191	3,514,217.00	0.07
XEUR FGBX BUX 0320	EUR	-171	1,068,270.00	0.02
XEUR FOAT EUR 0320	EUR	-570	887,450.00	0.02
XSFE XT AUSTR 0320	AUD	-9	16,626.03	0.00
Total Firm urgent commitments on market reglemente			90,550,916.58	1.80
Total Firm urgent commitments			90,550,916.58	1.80

5. Annual financial statements

Name of security	Currency	Quantity	Market value	%
Commitments with conditional terms				
Commitments with conditional terms on OTC market				
EUR/MXN OTC 06/2020 CALL 34,5	EUR	-100,000,000	-0.10	0.00
EUR/MXN OTC 06/2020 PUT 24	EUR	100,000,000	9,822,503.06	0.20
EUR/TRY OTC 05/2020 CALL 15,7	EUR	-50,000,000	-0.02	0.00
EUR/TRY OTC 05/2020 PUT 5,25	EUR	50,000,000	1,903.19	0.00
TOTAL Commitments with conditional terms on OTC			9,824,406.13	0.20
TOTAL Commitments with conditional terms			9,824,406.13	0.20
Other hedges				
Credit Default Swap				
BRESIL 4.25% 01/25_2	USD	-28,000,000	-250,524.69	0.00
SOUT AFR 5.5 03-20_2	USD	28,000,000	-318,642.35	-0.01
TOTAL Credit Default Swap			-569,167.04	-0.01
Other swaps				
Capital Advisory PL	EUR	5,000,000	4,782,008.39	0.09
Total Other SWAPS			4,782,008.39	0.09
Total other hedges			4,212,841.35	0.08
Total hedges			104,588,164.06	2.08
Margin call				
APPEL MARGE CACEIS	AUD	-16,837.59	-10,544.25	0.00
APPEL MARGE CACEIS	JPY	-2,880,000	-23,608.94	0.00
APPEL MARGE CACEIS	GBP	-187,302.96	-221,045.57	0.00
APPEL MARGE CACEIS	EUR	-22,871,960.68	-22,871,960.68	-0.45
APPEL MARGE CACEIS	USD	-64,669,921.94	-57,612,402.62	-1.16
Total margin call			-80,739,562.06	-1.61
TOTAL PORTFOLIO LISTING			5,350,720,560.49	106.42
Receivables			24,637,985,421.92	490.03
Debts			-25,048,346,641.24	-498.19
Financial accounts			87,539,314.64	1.74
Net assets			5,027,898,655.81	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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