



H2O
Asset Management

French UCITS

H2O MULTIBONDS SP

ANNUAL REPORT

on 31 December 2020

Management company: H2O AM LLP

Custodian: CACEIS Bank

Auditors: KPMG AUDIT

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N.B : Subscriptions and redemptions of units and the publication of NAV figures had been suspended since 12.30pm on 28/08/2020. On 5 October 2020, the asset management company ring-fenced some of the UCITS' assets in a side pocket, in order to separate the management of Global Macro strategies from that of "private" instruments. As of the same date, the Fund could no longer be subscribed and/or redeemed.

An estimated value of the Fund, on which it is not possible to subscribe or redeem units, is established on the last Paris business day of each month, with the exception of legal holidays in France.

As a result, it should be noted that all information based on the valuation of fund units, such as the return generated by fund units, is based on estimated values instead of NAV figures for the period from 28/08/2020 to 31/12/2020.

Estimated unit values are calculated using the same method as that used to calculate NAV, but it is not possible to subscribe or redeem units on the basis of estimated values.

1. Management report

a) Investment policy

■ Management policy

31/12/2019 – 02/10/2020

Over the period from **Tuesday, 31 December 2019** to **Friday, 2 October 2020**, and over the preceding three and five years, the performance of the different share-classes of **H2O MultiBonds** relative to their respective benchmark, are listed below.

Please note that the **subscriptions/redemptions in/out of the fund were suspended on Friday, 28 August 2020**, but the portfolio remained actively managed during the ensuing five-week suspension period at the end of which it was **segregated**. The illiquid private placements were side-pocketed in the existing H2O MultiBonds fund, renamed **H2O MultiBonds SP** fund, while the liquid positions were transferred into a new fund named **H2O MultiBonds FCP** fund. **H2O MultiBonds FCP** fund started on **Monday, 5 October 2020**.

H2O MultiBonds thus “ended” on **Friday, 2 October 2020**, when it was split into two different funds. As a consequence, the performance data presented below for **H2O MultiBonds** were calculated until **Friday, 2 October 2020**.

As a reminder, **H2O MultiBonds SP** fund (ex-H2O MultiBonds) has been in liquidation since **Monday, 5 October 2020**, and aims to run off its assets. The fund may not be subscribed or redeemed.

1. Management report

Share-class	Launch date	ISIN code	Performance 2020 (31/12/19 - 02/10/20)	Annualized performance 29/12/17 - 02/10/20 (*)	Annualized performance 31/12/15 - 02/10/20 (*)
H2O MULTIBONDS I l'Eonia capitalisé quotidiennement	23/08/2010	FR0010930438_LGC	-28.80% -0.35%	8.88% -0.40%	10.69% 0.84%
H2O MULTIBONDS R l'Eonia capitalisé quotidiennement	23/08/2010	FR0010923375_LGC	-28.93% -0.35%	8.37% -0.40%	10.23% 0.84%
H2O MULTIBONDS R C/D l'Eonia capitalisé quotidiennement	08/09/2014	FR0011981851_LGC	-47.33% -0.35%	-10.33% -0.40%	-2.59% 0.84%
H2O MULTIBONDS EUR N l'Eonia capitalisé quotidiennement	03/07/2017	FR0013186707_LGC	-29.09% -0.35%	8.76% -0.40%	- -
H2O MULTIBONDS EUR SR l'Eonia capitalisé quotidiennement	11/01/2019	FR0013393329_LGC	-27.91% -0.35%	- -	- -
H2O MULTIBONDS EUR SR C/D l'Eonia capitalisé quotidiennement	26/04/2019	FR0013404092_LGC	-47.63% -0.35%	- -	- -
H2O MULTIBONDS USD I le LIBOR USD à 1 mois	23/08/2010	FR0010930735_LGC	-25.71% 0.49%	8.96% 1.73%	12.95% 3.07%
H2O MULTIBONDS R USD le LIBOR USD à 1 mois	17/09/2014	FR0011981836_LGC	-26.05% 0.49%	8.20% 1.73%	12.27% 3.07%
H2O MULTIBONDS HUSD I le LIBOR USD à 1 mois	17/12/2014	FR0011973684_LGC	-27.91% 0.49%	11.20% 1.73%	12.45% 2.58%
H2O MULTIBONDS HUSD R le LIBOR USD à 1 mois	20/06/2014	FR0011973676_LGC	-27.88% 0.49%	10.67% 1.73%	11.97% 2.58%
H2O MULTIBONDS HUSD SR le LIBOR USD à 1 mois	01/02/2019	FR0013393345_LGC	-27.43% 0.49%	- -	- -
H2O MULTIBONDS HCHF I le LIBOR CHF à 1 mois	19/05/2015	FR0012538049_LGC	-28.60% -0.59%	8.89% -0.79%	10.51% 0.43%
H2O MULTIBONDS HCHF R le LIBOR CHF à 1 mois	22/06/2011	FR0011061795_LGC	-28.77% -0.59%	8.37% -0.79%	10.10% 0.43%
H2O MULTIBONDS HCHF N le LIBOR CHF à 1 mois	19/01/2017	FR0013186715_LGC	-29.31% -0.59%	8.10% -0.79%	- -
H2O MULTIBONDS HCHF SR le LIBOR CHF à 1 mois	25/02/2019	FR0013393352_LGC	-27.96% -0.59%	- -	- -
H2O MULTIBONDS SGD R le SIBOR SGD à 1 mois	29/07/2014	FR0011973650_LGC	-24.99% 0.57%	8.80% 1.39%	11.05% 1.15%
H2O MULTIBONDS HSGD R le SIBOR SGD à 1 mois	09/05/2017	FR0013186681_LGC	-29.18% 0.72%	9.27% 1.45%	- -
H2O MULTIBONDS SGD I le SIBOR SGD à 1 mois	20/03/2019	FR0011973668_LGC	-17.47% 0.57%	- -	- -
H2O MULTIBONDS HSGD SR le SIBOR SGD à 1 mois	11/02/2019	FR0013393337_LGC	-30.00% 0.57%	- -	- -
H2O MULTIBONDS HSGD I le SIBOR SGD à 1 mois	01/02/2019	FR0013186699_LGC	-28.10% 0.57%	- -	- -

(*) geometrical annualization/annualisation géométrique.

Source: H2O AM, data net of fees as of 02/10/20. Past performance is not a reliable indicator of future performance.

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

The fund's significant underperformance over the first nine months of the year was essentially due to its long exposure to commodity and emerging currencies. The short US Treasury and the long European corporate bond positions also incurred losses, albeit to a lesser extent. Please find below the main performance contributions:

1. Management report

A – Strategies having generated a negative contribution:

- The significant underweight global duration position as G4 govies rallied strongly until August on the heels of the pandemic, then stabilized thanks to the unprecedented support provided by Central Banks;
- The transatlantic short 10-year US Treasuries - long 10-year Bunds arbitrage as the spread first collapsed under the pressure from the massive flight to quality into US safe assets in March, then tightened up again over the summer as risk aversion subsided somewhat;
- The US yield curve flattening stance as the flight-to-quality into US bonds favoured the short-end of the maturity spectrum, and widened the 5Y-30Y spread;
- The non-G4 sovereign bond diversification following the widening of the Mexican & Turkish vs. US 10Y rate spreads;
- The intra-bloc currency allocation including the long NOK, long GBP, and long HUF vs. EUR;
- The long emerging currencies positions, essentially the long MXN, BRL, and RUB vs. USD;
- The positions in corporate credit markets with the drop in the value of European bank bonds and Mexican oil (PEMEX) issues. Turkish and Mexican sovereign securities (in US dollars) also posted losses.

B - Strategies having generated a positive contribution:

- The non-G4 sovereign bond diversification, which benefitted from the significant tightening of the Italian vs. German rate spreads from mid-March when the ECB stepped in forcefully until the end of the period;
- The directional long (until end of March, dollar index up), then short USD exposure (dollar index down), profited from the 180-degree reversal of the team's view on the greenback after its 7-year rally; valuation, carry, and flow considerations substantiated this rewarding about-face;
- The intra-bloc currency allocation via the long AUD vs. CAD.

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05/10/2020 – 31/12/2020

The chronicle of events that led to the inception of the **H2O MultiBonds SP** (Side-Pocket) fund on **Monday, 5 October 2020** unfolded as follows.

On **Friday, 28 August 2020**, the subscriptions/redemptions in/out of **H2O MultiBonds** were suspended; however, the portfolio remained actively managed during the ensuing five-week suspension period at the end of which it was split, on the 5th of October.

The illiquid private placements were side pocketed in the **H2O MultiBonds fund, renamed H2O MultiBonds SP** fund while the liquid positions were transferred into a new fund, named **H2O MultiBonds FCP** fund. The share-classes of the **H2O MultiBonds SP** fund were given new ISIN codes. **H2O MultiBonds SP** started on **Monday, 5 October 2020**.

Over the period from **Monday, 5 October 2020** to **Thursday, 31 December 2020**, the change in the estimated valuations of the different share-classes of **H2O MultiBonds SP** unfolded as follows:

ISIN code	Name of share-class	Currency	Change in estimated valuation 05/10/2020-31/12/2020
FR0013535911	H2O MULTIBONDS SP HCHF R	CHF	-2.44%
FR0013535937	H2O MULTIBONDS SP USD I	USD	2.01%
FR0013535952	H2O MULTIBONDS SP R	EUR	-2.45%
FR0013535960	H2O MULTIBONDS SP I	EUR	-2.33%
FR0013535978	H2O MULTIBONDS SP SGD R	SGD	-1.23%
FR0013535994	H2O MULTIBONDS SP SGD I	SGD	0.00%
FR0013536000	H2O MULTIBONDS SP HUSD R	USD	-1.88%
FR0013536026	H2O MULTIBONDS SP HUSD I	USD	-1.78%
FR0013536034	H2O MULTIBONDS SP R USD	USD	1.90%
FR0013536042	H2O MULTIBONDS SP R C/D	EUR	-2.45%
FR0013536067	H2O MULTIBONDS SP HSGD R	SGD	-2.13%
FR0013536075	H2O MULTIBONDS SP HSGD I	SGD	-2.00%
FR0013536083	H2O MULTIBONDS SP EUR N	EUR	-2.36%
FR0013536091	H2O MULTIBONDS SP HCHF N	CHF	-2.37%
FR0013536109	H2O MULTIBONDS SP EUR SR	EUR	-2.55%
FR0013536117	H2O MULTIBONDS SP HSGD SR	SGD	-2.25%
FR0013536125	H2O MULTIBONDS SP HUSD SR	USD	-1.99%
FR0013536133	H2O MULTIBONDS SP HCHF SR	CHF	-2.55%
FR0013536141	H2O MULTIBONDS SP EUR SR C/D	EUR	-2.61%
FR0013536158	H2O MULTIBONDS SP HCHF I	CHF	-2.33%

N.B.: the figures shown in the table above refer to the change in the estimated valuations of H2O MultiBonds SP solely, and, as such, over a period of less than one year. As a reminder, the fund has since been in liquidation, and aims to run off its assets. The fund may not be subscribed or redeemed.

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At inception, **H2O MultiBonds SP** inherited all the illiquid private instruments of the Tennor Group (inc. securities and/or Buy & Sell Backs and collateral), plus some cash.

These securities encompassed as at 31/12/2020:

- Civitas Properties Finance 4% 2022, backed by German residential real estate;
- DeGros Holding 6.5% 2023, issued by a logistics services company operating in Germany;
- La Perla Fashion Finance 7.25% 2023, the renowned Italian luxury-lingerie maker;
- Trent Petroleum Finance 8.5% 2023, an oil & gas extraction projects company;
- Tennor Finance 5.75% 2024, backed by some of the Group's portfolio companies ;
- Voltaire Finance B.V 7% 2023, backed by Wild Bunch A.G, a leading independent European film distribution & production services company,

and, outside of the Tennor Group,

- ADS Securities Funding 6.5% 2023, a Abu-Dhabi-based financial services company.

Note that the Rubin Robotics B.V. 5% 2024, a bond collateralized by Avatera Medical that was held by **H2O MultiBonds** and segregated in **H2O MultiBonds SP**, was entirely exchanged for Avatera Medical shares on October 9 in compliance with the bond prospectus.

As payments were not made, adjustments on the accrued coupons on the Civitas Properties, La Perla, Trent Petroleum Finance and Tennor Finance bonds resulted in negative performance.

Management fees accrued but not paid (and hedging costs for the non-EUR share-classes) had a slight negative impact.

There was no cash reimbursement to unitholders over the period as no securities were disposed of.

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Past performance is no guarantee of future performance.

1. Management report

b) Information on the mutual fund

■ Principal movements in portfolio listing during the period

Securities	Movements ("Accounting currency")	
	Acquisitions	Cessions
ITALY BUONI POLIENNALI DEL TESORO 2.8% 01-12-28	438,779,985.77	1,308,062,217.00
ITALY BUONI POLIENNALI DEL TESORO 3.0% 01-08-29	254,864,018.36	840,729,931.34
ITALIE 4.75% 01/09/2028	0.00	572,002,168.83
ITALY BUONI POLIENNALI DEL TESORO 3.85% 01-09-49	212,367,667.27	222,886,304.10
FRENCH REP ZCP 21-10-20	263,371,670.00	163,288,510.00
BELGIUM TREASURY BILL ZCP 09-07-20	179,674,932.12	179,631,637.65
FRENCH REP ZCP 02-09-20	176,222,720.08	176,000,000.00
FRENCH REP ZCP 08-04-20	146,014,358.08	146,000,000.00
FRENCH REP ZCP 13-05-20	135,465,539.06	135,452,592.00
ITALY BUONI POLIENNALI DEL TESORO 2.8% 01-03-67	109,038,138.92	110,333,479.62

■ Material changes during the period and expected in future

On 5 October 2020, the asset management company ring-fenced some of H2O MULTIBONDS assets in a side pocket, in order to separate the management of Global Macro strategies from that of "private" instruments, as follows:

- all Global Macro strategies were transferred to a new UCITS that applies the same investment strategy, has the same financial and legal characteristics and uses the same entities (particularly the asset management company, custodian and auditor). That fund was named H2O MULTIBONDS FCP;
- after the Global Macro strategies were transferred to H2O MULTIBONDS FCP;, which had previously been authorised as a UCITS by the AMF, H2O MULTIBONDS was renamed H2O MULTIBONDS SP. Since that date, H2O MULTIBONDS SP has only held "private" instruments. It is being wound up and is being managed in run-off in accordance with regulations in force. From now on, only management acts intended to wind up the fund on the best possible terms, in order to protect the interests of unitholders, are authorised. The number of units in H2O MULTIBONDS SP was determined at the time of the transfer and will remain unchanged until it is fully wound up: no new units will be issued, no units will be redeemed and existing units are being amortised gradually.

This procedure for ring-fencing the "private" instruments in a side pocket – in the form of the H2O MULTIBONDS SP (Side Pocket) fund – was applied in accordance with Article L. 214-8-7 of the French Monetary and Financial Code.

■ Index-tracking fund

This UCI is not an index-tracking fund.

1. Management report

■ Alternative fund of funds

This UCI is not an alternative fund of funds.

1. Management report

■ Efficient portfolio management techniques and financial derivative instruments (ESMA) in EUR

a) Exposure through efficient portfolio management techniques and financial derivative instruments

• Exposure through efficient portfolio management techniques: 694,881,658.99*

- o Securities lending: 0.00
- o Securities borrowing: 0.00
- o Reverse repurchase agreements: 694,881,658.99*
- o Repurchase agreements: 0.00

* These are securities under “buy and sell back” arrangements, classified within the portfolio under “Other temporary transactions” and subject to a comment in the accounting policies and methods section of the annual financial statements.

• Underlying exposure through financial derivative instruments: 63,144,254.06

- o Forward foreign exchange transactions: 63,144,254.06
- o Futures: 0.00
- o Options: 0.00
- o Swaps: 0.00

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

EPM techniques	Financial derivative instruments (*)
SHARD CAPITAL PARTNERS BRANDON HILL CAPITAL MERIT CAPITAL N.V (**)	NATIXIS

(*) Except the listed derivatives.

(**) In May 2021, a settlement was agreed between the UCIT Fund and Merit Capital N.V. The terms of the settlement are confidential, but following the settlement, the UCIT Fund and Merit Capital N.V agree that no buy and sell-back transactions exist between them.

1. Management report

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

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

(*) The Cash account also integrates the liquidities resulting from repurchase transactions.

d) Revenues and operational cost/fees from EPM

Revenues and operational cost/fees	Amount portfolio currency
. Revenues (*)	1,378,749.92
. Other revenues	0.00
Total revenues	1,378,749.92
. Direct operational fees	4,830,203.32
. Indirects operational fees	0.00
. Other fees	0.00
Total fees	4,830,203.32

(*) Income received on loans and reverse repurchase agreements.

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■ SFTR regulation in EUR

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

Amount	0.00				
% of Net Assets*	0.00				

*% excluding cash and cash equivalent

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

Amount	0.00	0.00	0.00	694,881,658.99*	0.00
% of Net Assets	0.00	0.00	0.00	87.66%	0.00

* These are securities under “buy and sell back” arrangements, classified within the portfolio under “Other temporary transactions” and subject to a comment in the accounting policies and methods section of the annual financial statements.

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

	0.00			0.00	0.00
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d) Top 10 counterparties expressed as an absolute amount of assets and liabilities without clearing

SHARD CAPITAL PARTNERS UNITED KINGDOM	0.00	0.00	0.00	244,500,967.88*	0.00
BRANDON HILL CAPITAL UNITED KINGDOM	0.00	0.00	0.00	223,659,152.36*	0.00
MERIT CAPITAL N.V (**) UNITED KINGDOM	0.00	0.00	0.00	226,721,538.75*	0.00

* These are securities under “buy and sell back” arrangements, classified within the portfolio under “Other temporary transactions” and subject to a comment in the accounting policies and methods section of the annual financial statements.

** In May 2021, a settlement was agreed between the UCIT Fund and Merit Capital N.V. The terms of the settlement are confidential, but following the settlement, the UCIT Fund and Merit Capital N.V agree that no buy and sell-back transactions exist between them.

e) Type and quality of collateral

Type					
- Equities	0.00			0.00	0.00
- Bonds	0.00			0.00	0.00
- UCITS	0.00			0.00	0.00
- Notes	0.00			0.00	0.00
- Cash	0.00		0.00		0.00
Rating	0.00	0.00	0.00	0.00	0.00
Currency of the collateral					
Euro	0.00		10.00	0.00	0.00

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	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swaps (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	0.00			0.00	0.00
[1 day - 1 week]	0.00			0.00	0.00
]1 week - 1 month]	0.00			0.00	0.00
]1 month - 3 months]	0.00			0.00	0.00
]3 months - 1 year]	0.00			0.00	0.00
> 1 year	0.00			0.00	0.00
Open	0.00			0.00	0.00

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

< 1 day	0.00	0.00	0.00	0.00	0.00
[1 day - 1 week]	0.00	0.00	0.00	0.00	0.00
]1 week - 1 month]	0.00	0.00	0.00	106,391,082.04*	0.00
]1 month - 3 months]	0.00	0.00	0.00	588,490,576.95*	0.00
]3 months - 1 year]	0.00	0.00	0.00	0.00	0.00
> 1 year	0.00	0.00	0.00	0.00	0.00
Open	0.00	0.00	0.00	0.00	0.00

* These are securities under "buy and sell back" arrangements, classified within the portfolio under "Other temporary transactions" and subject to a comment in the accounting policies and methods section of the annual financial statements.

i) Reuse of collateral

Maximum amount (%)	0.00	0.00	0.00	0.00	0.00
Amount reused (%)	0.00	0.00	0.00	0.00	0.00
Cash collateral reinvestment returns to the collective investment undertaking in euro	0.00	0.00	0.00	0.00	0.00

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

CACEIS Bank					
Securities	0.00			0.00	0.00
Cash	0.00				0.00

1. Management report

	Securities lending	Securities loan	Repurchase	Reverse repurchase agreement	Total Return Swaps (TRS)
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k) Custody of collateral provided by the UCI

Securities	0.00	0.00	0.00	0.00	0.00
Cash	0.00	0.00	0.00	0.00	0.00

l) Breakdown of revenue and expenses

Incomes					
- UCITS	0.00	0.00	0.00	1,378,749.92	
- Manager	0.00	0.00	0.00	0.00	
- Third parties	0.00	0.00	0.00	0.00	
Costs					
- UCITS	0.00	0.00	0.00	4,830,203.32	
- Manager	0.00	0.00	0.00	0.00	
- Third parties	0.00	0.00	0.00	0.00	

e) Type and quality of collateral

Collateral received must be consistent with H2O's collateralisation policy, which aims to ensure a high level of quality and liquidity and the absence of direct correlation with the transaction counterparty. In addition, the policy defines appropriate overcollateralisation levels for each type of securities in order to deal with any change in their value. Finally, a daily margin call system is used to offset mark-to-market changes in the price of securities. The collateralisation policy also defines exceptions to this general system.

i) Reuse of collateral

UCITS must reinvest all collateral in the form of cash (i.e. maximum amount = maximum amount used = 100%) but cannot reuse collateral in the form of securities (i.e. (i.e. maximum amount = amount used = 0%).

In the event that collateral is received in cash and in accordance with regulations, it can only be:

- placed on deposit;
- invested in high-quality government bonds;
- used in a reverse repurchase agreement;
- invested in short-term money-market undertakings for collective investment (UCIs).

For transactions carried out by H2O, cash sums received as collateral in relation to temporary sales of securities are invested in high-quality government bonds.

k) Custody of collateral provided by the UCI

All collateral provided by the UCI is transferred with full ownership rights.

1. Management report

I) Breakdown of revenue and expenses

All revenue resulting from temporary purchases and disposals of securities, net of operating costs, accrues to the UCITS. Temporary disposals of securities are carried out with market counterparties, with H2O as the intermediary.

■ Access to documentation

The UCI's legal documentation (KIID, prospectus, periodic reports etc.) is available from the asset management company, from its head office or the following email address: info@h2o-am.com

1. Management report

c) Information about risks

■ Method for calculating total risk

The VaR calculation method used is the parametric method (20-day, confidence interval of 99%) between 31/12/2019 and 02/10/2020. As of 05/10/2020, the date of the segregation of the UCITS, the VaR calculation method used for calculating the global risk is no longer relevant in view of the nature of the assets held.

■ Exposure to securitisation

The UCI has no exposure to securitisation.

■ Risk management

As part of its risk management policy, the asset management company establishes a risk management policy and risk management procedures that are effective, appropriate and documented and that allow it to identify risks related to its activities, processes and systems, implements them and keeps them in working order.

For more information, please see the UCI's KIID and more specifically its "Risk and return profile" section, or its prospectus, which may be obtained on request from the asset management company.

■ Liquidity management

The portfolio management company has defined a liquidity management policy for its open-end UCIs, based on measurements and indicators that show illiquidity and the impact on portfolios in the event of forced sales following large-scale redemptions by investors. Measures are applied according to a frequency appropriate to the management type, according to various simulated redemption scenarios, and are compared with predefined alert thresholds. The liquidity of collateral is monitored weekly using identical parameters.

UCIs identified as sensitive because of the level of illiquidity identified or because of the impact of forced sales undergo additional analysis of their liabilities. The frequency of these tests changes according to the asset management techniques used and/or the markets in which the UCIs invest. As a minimum requirement, the results of these analyses are presented in governance committee meetings.

The asset management company therefore relies on a liquidity control and monitoring system that ensures that investors are treated fairly. Any change to this policy during an accounting period that affects the UCI's documentation will be indicated in the "material changes" section of this document.

■ Treatment of non-liquid assets

Since the split on 5 October 2020, the fund has consisted almost exclusively of illiquid private placements and is in liquidation. Its objective is now to manage its assets in an extinctive manner. The liquidation of the fund will be finalised as soon as all its illiquid assets are sold.

1. Management report

d) Environmental, social and governance (ESG) criteria

The UCI does not take into account all three ESG criteria at the same time.

1. Management report

e) Energy Transition for Green Growth Act

The UCI does not prepare the report mentioned in Article 173 of the act.

2. Governance and compliance obligations

■ Procedure for selecting and assessing intermediaries and counterparties – Order execution

As part of the asset management company's compliance with its "best execution/best selection" obligation, the selection and monitoring of intermediaries are covered by a specific process.

The asset management company's policies regarding intermediary/counterparty selection and order execution are available on its website at <http://www.h2o-am.com> (in the "About" section).

■ Voting policy

Details of how the asset management company intends to exercise voting rights attached to shares held by UCIs in their portfolios can be viewed on its website at <http://www.h2o-am.com> (in the "About" section).

■ Remuneration policy

H2O AM applies a remuneration policy in line with the UCITS V and AIFM directives. These directives imply that asset management companies must establish and apply remuneration policies and practices that encourage healthy and effective risk management and do not encourage risk-taking that is inconsistent with the UCI's risk profile.

The remuneration policy is subject to supervision and approval by a remuneration committee consisting of members who do not have executive roles within H2O. The remuneration policy is validated once per year by the H2O remuneration committee. The committee was set up in 2012 to ensure that remuneration arrangements support both H2O's strategic targets as well as the recruitment, motivation and retention of staff members, while complying with rules established by regulatory and governance authorities.

As regards the remuneration policy, the asset management company distinguishes between two categories of staff within H2O, regardless of whether they have portfolio management roles, i.e. employees and partners.

- Employees are paid a fixed salary in line with UK market practices plus an annual bonus based on their individual performance and their contribution to the overall business;
- Partners are paid a fixed salary and an annual bonus. They are also entitled to dividends based on their equity stake in the company, depending on the company's profitability.

The remuneration of the asset management company's staff, including "identified staff members" (i.e. material risk-takers who may affect the risk profile of the asset management company or the portfolios it manages) is based on the following principles and criteria:

- A risk management approach and a remuneration structure that are healthy, effective and consistent with the interests of the asset management company, portfolios and investors, including solid policies and procedures regarding valuations, risk management, liquidity and regulations;
- Employee wages that are in line with market levels in view of their roles.

2. Governance and compliance obligations

The asset management company only grants discretionary bonuses after it has added together and received performance and management fees for the period concerned. Variable remuneration, including the deferred portion, is discretionary, and so may fall to zero if negative returns occur.

Information about employees' remuneration

The asset management company has designated the following people as "identified staff members":

- a) management;
- b) portfolio management, client relations and business development staff members;
- c) persons responsible for the middle office, quantitative development, finance, legal and human resources;
- d) staff members with control functions; and
- e) any employee whose total remuneration places him/her in the same remuneration bracket as management and risk-takers (b, c and d).

Apart from the identified staff members above, the asset management company does not have any material risk-takers.

Above defined thresholds, H2O ensures that a substantial proportion of any component of variable remuneration received by identified staff members is deferred and consists of:

- a) units or shares in the UCITS where possible; or
- b) equivalent stakes in the portfolios concerned where possible; or
- c) share-based compensation relating to the portfolios concerned; or
- d) equivalent non-monetary instruments relating to the portfolios concerned by incentives, which are as effective as any of the instruments referred to in points a) to c).

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

- a) the portfolios they manage; and
- b) investors in those portfolios; and
- c) H2O.

The asset management company's staff members are remunerated solely by the asset management company itself and not by the portfolios they manage. H2O has ensured that all variable remuneration, including all deferred portions, is only paid or awarded if it is:

- (1) Justified by the performance of:
 - a) portfolios;
 - b) the commercial unit; and
 - c) the person concerned; and
- (2) Sustainable given H2O's overall financial position.

The following information relating to remuneration is mentioned in the asset management company's annual report.

2. Governance and compliance obligations

	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
	<u>51,317,409</u>	<u>43,919,576</u>

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
	<u>72</u>	<u>51</u>

H2O takes the view that publishing the breakdown of remuneration between identified and non-identified staff members would breach the privacy of those belonging to the categories in question, because there would be only a small number of people in each category.

As a result, H2O has decided not to provide additional information regarding the breakdown of remuneration by category in this publication.

3. Fees and Tax

■ Brokerage fees

The asset management company pays research costs directly.

■ Withholding taxes

The UCI is not affected by withholding taxes.

4. Auditor's Certification



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Fonds Commun de Placement H2O MULTIBONDS SP

10 Old Burlington Street - Westminster, London W1S 3AG

Attestation of the Statutory Auditors on the composition of assets as at 31 December 2020 (free translation from French original)

As statutory auditors of the fund and in accordance with article L.214-17 of the monetary and financial code (« Code monétaire et financier »), we have prepared this attestation in relation to the information provided in the attached composition of assets as at 31 December 2020.

This information has been prepared under the responsibility of the management company of the fund based on the information available in the evolving context of the Covid-19 crisis. It is our duty to report on the consistency of the information contained in the composition of assets with our knowledge of the fund obtained in the scope of our audit of the annual accounts.

We have performed the procedures that we consider necessary in accordance with professional standards of the Compagnie Nationale des Commissaires aux Comptes ("CNCC") for this type of report. These procedures, which constitute neither an audit nor a limited review, consisted essentially of analytical procedures and interviews with the individuals who produce and review the information provided.

There is an uncertainty described in the notes to the composition of assets related to:

- the valuation of some assets with no observed transactions from a liquid market, representing 25,89% of the net asset,
- the valuation of the securities subject to buy and sell back operations, classified in the account "Autres opérations temporaires" of the detailed financial instruments inventory, representing 87,66% of the net asset,
- the non-payment of matured coupons for the securities issued by LA PERLA FASHION FINANCE BV (representing 2,11% of the net asset), TENNOR FINANCE BV (representing 3,77% of the net asset), CHAIN FINANCE BV (representing 0,42% of the net asset), TRENT PETROLEUM FINANCE BV (representing 1,08% of the net asset) and CIVITAS PROPERTIES FINANCE BV (representing 0,67% of the net asset).

Due to this uncertainty we are not able to report on the information provided in the attached composition of assets as at 31 December 2020.

Furthermore, we report to you that, according to the provisions of the prospectus, in order to gradually liquidate the funds, the investment rules for UCITS cannot be followed.



**Fonds Commun de Placement
H2O MULTIBONDS SP**
*Attestation of the Statutory Auditors on the composition of assets as at
31 December 2020*

We also would like to inform you 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.

Paris La Défense, on the 16 July 2021

The statutory auditor
French original signed by
Isabelle Bousquie
Partner

5. Annual accounts

a) Annual accounts

■ BALANCE SHEET - ASSET ON 12/31/2020 IN EUR

	12/31/2020	12/31/2019
FIXED ASSETS, NET	0.00	0.00
DEPOSITS	0.00	0.00
FINANCIAL INSTRUMENTS	900,119,000.76	6,130,706,949.10
Equities and similar securities	13,557,456.00	0.00
Traded in a regulated market or equivalent	0.00	0.00
Not traded in a regulated market or equivalent	13,557,456.00	0.00
Bonds and similar securities	191,679,875.77	4,322,821,307.37
Traded in a regulated market or equivalent	161,776,338.72	4,271,245,046.13
Not traded in a regulated market or equivalent	29,903,537.05	51,576,261.24
Credit instruments	0.00	227,667,607.54
Traded in a regulated market or equivalent	0.00	227,667,607.54
Negotiable credit instruments (Notes)	0.00	227,667,607.54
Other credit instruments	0.00	0.00
Not traded in a regulated market or equivalent	0.00	0.00
Collective investment undertakings	0.00	68,336,644.27
General-purpose UCITS and alternative investment funds intended for non-professionals and equivalents in other countries	0.00	64,776,007.74
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	0.00	3,560,636.53
Temporary transactions in securities	694,881,668.99	1,383,744,404.48
Credits for securities held under sell-back deals	0.00	0.00
Receivables on securities lent	0.00	0.00
Borrowed securities	0.00	0.00
Titles given in pension	0.00	703,644,159.35
Other temporary transactions	694,881,668.99	680,100,245.13
Hedges	0.00	128,136,985.44
Hedges in a regulated market or equivalent	0.00	113,530,570.80
Other operations	0.00	14,606,414.64
Other financial instruments	0.00	0.00
LIABILITIES	113,739,654.61	24,637,985,421.92
Forward currency transactions	63,144,254.06	24,025,887,554.05
Other	50,595,400.55	612,097,867.87
FINANCIAL ACCOUNTS	8,693,003.03	107,742,949.09
Cash and cash equivalents	8,693,003.03	107,742,949.09
TOTAL ASSETS	1,022,551,658.40	30,876,435,320.11

5. Annual accounts

■ BALANCE SHEET - LIABILITIES ON 12/31/2020 IN EUR

	12/31/2020	12/31/2019
SHAREHOLDERS' FUNDS		
Capital	2,257,811,155.99	3,670,099,888.97
Allocation Report of distributed items (a)	54,284,025.13	32,436,136.76
Brought forward (a)	32.90	132.07
Allocation Report of distributed items on Net Income (a,b)	-1,649,956,783.09	1,591,410,489.12
Result (a,b)	130,531,033.11	-266,047,991.11
TOTAL NET SHAREHOLDERS' FUNDS *	792,669,464.04	5,027,898,655.81
* <i>Net Assets</i>		
FINANCIAL INSTRUMENTS	10.00	779,986,388.61
Transactions involving transfer of financial instruments	0.00	0.00
Temporary transactions in securities	10.00	675,698,005.17
Sums owed for securities sold under buy-back deals	10.00	675,698,005.17
Sums owed for borrowed securities	0.00	0.00
Other temporary transactions	0.00	0.00
Hedges	0.00	104,288,383.44
Hedges in a regulated market or equivalent	0.00	103,719,216.28
Other hedges	0.00	569,167.16
PAYABLES	229,882,184.36	25,048,346,641.24
Forward currency transactions	63,188,757.38	24,123,650,176.54
Others	166,693,426.98	924,696,464.70
FINANCIAL ACCOUNTS	0.00	20,203,634.45
Short-term credit	0.00	20,203,634.45
Loans received	0.00	0.00
TOTAL LIABILITIES	1,022,551,658.40	30,876,435,320.11

(a) Including adjustment

(b) Decreased interim distribution paid during the business year

5. Annual accounts

■ OFF-BALANCE SHEET ON 12/31/2020 IN EUR

	12/31/2020	12/31/2019
HEDGES		
Contracts in regulated markets or similar		
OTC contracts		
Other commitments		
OTHER OPERATIONS		
Contracts in regulated markets or similar		
Contracts intendeds		
EUR XEUR FBTS B 0320	0.00	6,747,600.00
XEUR FGBS SCH 0320	0.00	5,617,025,383.00
FV CBOT UST 5 0320	0.00	7,431,219,557.85
LIF LIFFE LG GI 0320	0.00	19,212,792.82
XEUR FBTP BTP 0320	0.00	4,402,822,020.00
JGBL JAPAN GO 0320	0.00	14,969,050.16
EUR XEUR FOAT E 0320	0.00	92,875,800.00
XEUR FGBM BOB 0320	0.00	13,507,235.00
XEUR FGBL BUN 0320	0.00	1,849,109,550.00
TU CBOT UST 2 0320	0.00	20,535,018.67
TY CBOT YST 1 0320	0.00	559,603,586.54
EUR XEUR FGBX B 0320	0.00	34,095,690.00
US US TBOND 3 0320	0.00	1,839,032,937.75
CBOT USUL 30A 0320	0.00	501,038,362.95
XSFE XT AUSTR 0320	0.00	6,237,065.10
OTC contracts		
Options		
EUR/TRY OTC 05/2020 PUT 5,25	0.00	69,253.49
EUR/TRY OTC 05/2020 CALL 15,7	0.00	0.61
EUR/MXN OTC 06/2020 PUT 24	0.00	102,414,852.00
EUR/MXN OTC 06/2020 CALL 34,5	0.00	6.43
Performance swaps		
Capital Advisory PL	0.00	5,000,000.00
Credit Default Swap		
SOUT AFR 5.5 03-20_2	0.00	24,944,320.71
BRESIL 4.25% 01/25_2	0.00	24,944,320.71
Other commitments		

5. Annual accounts

■ INCOME STATEMENT ON 12/31/2020 IN EUR

	12/31/2020	12/31/2019
Revenues from financial operations		
Revenues from deposits and financial accounts	113,465.32	625,405.83
Revenues from equities and similar securities	0.00	0.00
Revenues from bonds and similar securities	140,590,015.67	179,075,203.66
Revenues from credit instruments	14,245.15	75,750.96
Revenues from temporary acquisition and disposal of securities	1,700,324.78	1,009,415.58
Revenues from hedges	0.00	0.00
Other financial revenues	0.00	0.00
TOTAL (1)	142,418,050.92	180,785,776.03
Charges on financial operations		
Charges on temporary acquisition and disposal of securities	5,675,762.74	319,193.46
Charges on hedges	0.00	0.00
Charges on financial debts	1,389,112.29	1,671,161.88
Other financial charges	0.00	0.00
TOTAL (2)	7,064,875.03	1,990,355.34
NET INCOME FROM FINANCIAL OPERATIONS (1 - 2)	135,353,175.89	178,795,420.69
Other income (3)	0.00	0.00
Management fees and depreciation provisions (4)	330,142.69	392,639,743.62
NET INCOME OF THE BUSINESS YEAR (L.214-17-1) (1 - 2 + 3 - 4)	135,023,033.20	-213,844,322.93
Revenue adjustment (5)	-4,492,000.09	-52,203,668.18
Interim Distribution on Net Income paid during the business year (6)	0.00	0.00
NET PROFIT (1 - 2 + 3 - 4 + 5 - 6)	130,531,033.11	-266,047,991.11

5. Annual accounts

b) Annual financial statements – Notes

1. Accounting rules and methods

The annual financial statements are presented in the format laid down by ANC (French accounting standards authority) Regulation 2014-01, as amended.

The following general accounting principles apply:

- true and fair view, comparability, and going concern,
- compliance, accuracy,
- prudence,
- consistency of accounting methods from one year to the next.

The accounting method used to record income from fixed income securities is the effective interest method.

Purchases and sales of securities are recognised excluding fees.

The portfolio's accounting currency is the euro.

The length of the financial year is 12 months.

Information on the impact of the COVID-19 crisis

The asset manager has prepared the financial statements on the basis of the information available during the continuously changing circumstances presented by the COVID-19 crisis.

Asset valuation rules

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

Differences between the current values used in the calculation of the net asset value and the historical costs of the securities at the time of their entry into the portfolio are recorded in "estimation differences" accounts.

Securities which are not in the currency of the portfolio are valued in accordance with the principle set out below and then converted into the currency of the portfolio at the exchange rate on the valuation day.

Deposits:

Deposits with a residual life of 3 months or less are valued using the straight-line method.

Rules for valuing shares, bonds and other securities traded on a regulated or equivalent market:

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 trading price of the day.

5. Annual accounts

Bonds and similar securities are valued at the closing prices provided by various financial service providers. Accrued interest on bonds and similar securities is calculated up to the net asset value date.

Rules for valuing shares, bonds and other securities not traded on a regulated or equivalent market:

Given uncertainties about the valuation of certain securities held by H2O MULTIBONDS SP, the decision was taken on 5 October 2020 to ring-fence these assets in a side pocket. As a result, the UCITS was renamed H2O MULTIBONDS SP. Since that date, it has only held "private" instruments. It is being wound up and is being managed in run-off in accordance with regulations in force. From now on, only management acts intended to wind up the fund on the best possible terms, in order to protect the interests of unitholders, are authorised. The number of units in the UCITS was determined at the time of the transfer and will remain unchanged until it is fully wound up: no new units will be issued, no units will be redeemed and existing units are being amortised gradually.

This procedure for creating a side pocket consisting of the fund's "private" instruments, in the form of the H2O MULTIBONDS SP (Side Pocket) fund, was applied in accordance with Article L. 214-8-7 of the French Monetary and Financial Code.

In December 2020, H2O appointed a financial advisor. In collaboration with the legal counsel of the management company he will assist H2O AM in defining and executing the strategy for the disposal of the assets related to the Tennor group. However, at the end of December 2020, the work was not sufficiently advanced to allow an update of the valuations. Therefore, the management company has decided, at the end of December and until new elements are available, not to modify the valuation of illiquid assets.

This valuation method has been adopted instead of estimating the probable trading value of assets in order to gain an approximation of their present value at a given time in the absence of transactions that would represent a liquid market. Only such transactions would allow the present value of the portfolio to be established with certainty. These assets were valued at € 205,237,331.77 on 31 December 2020, i.e. 25.89% of the portfolio and are as follows:

ISIN	NAME	MARKET VALUE
DE000A193EJ6	SWB FINANCE BV 7.0% 26-07-23	7,035,205.48
DE000A19SWQ7	CIVITAS PROPERTIES FINANCE B V	22,412,986.30
DE000A19UDK6	DEGROS HOLDING BV 6.5% 17-01-2	5,763,377.05
DE000A19XYF6	LA PERLA FASHION FINANCE BV 7.	61,141,019.18
DE000A2R2ZW0	TENNOR FINANCE BV 5.75% 17-06-	27,254,923.29
DE000A2RUR57	TRENT PETROLEUM FINANCE BV 8.5	40,804,927.40
NL0011354956	AVATERAMEDICAL NV	13,557,456.00
XS1837089967	ADS SECURITIES FUNDING LTD 6.5% 08-06-23	3,127,277.07
DE000A19MR53	CHAIN FINANCE BV 7.750% 11-08-20	24,140,160.00

Given the current market situation regarding these securities, the values used on the balance sheet, calculated as indicated above, may differ substantially from the prices at which cessions would take place if part of these portfolio assets were sold.

5. Annual accounts

In addition, purchases followed by deferred-settlement sales were carried out during the period on those securities or part of them, with three counterparties. The receivables with these three counterparties, representing unsettled deferred-sales at 31 December 2020, amount to € 694,881,658.99, i.e. 87.66% of net assets, of which 28.22% with the counterparty Brandon Hill Capital, 28.60% with the counterparty Merit Capital N.V* and 30.85% with the counterparty Shard Capital. Their value was maintained at the originally agreed selling price. The view was taken that these receivables did not need to be written down for counterparty risk.

**“In May 2021, a settlement was agreed between the UCIT Fund and Merit Capital N.V. The terms of the settlement are confidential, but following the settlement, the UCIT Fund and Merit Capital N.V agree that no buy and sell-back transactions exist between them.”*

Certain securities also classified under “Other temporary transactions” have a present value of zero because they correspond to additional collateral received in shares, with no contractual value. For the record, the present value of those securities, applying the portfolio valuation policy, is € 232,553,166.43.

In addition, the management company has decided to renounce its remuneration for the 2019 financial year within the limit of €150,000,000, if at the time of the final unwinding of the sell-back transactions, a depreciation in their value should be recorded after taking into account all collateral already received in securities.

At 31 December 2020, five coupon payments were due: €16,718,500 from La Perla Fashion (representing 2.11% of net assets) due since 30 March 2020, €29,854,000 from Tennor Finance (representing 3.77% of net assets) due since 17 June 2020, € 3,348,000 from Chain Finance (representing 0.42% of net assets) due since 11 August 2020, €8,542,500 from Trent Petroleum (representing 1.08% of net assets) due since 7 December 2020 and €5,320,000 from Civitas (representing 0.67% of net assets) due since 24 November 2020.

Among these coupons, the management company has decided to set aside a provision for the expected amount of Civitas and Tennor Finance.

From October 2020, the management company has decided to make a provision for the amount of accrued coupons of bonds with pending matured coupons. At the end of December 2020, the total amount provisioned is €16 ,271,998 and corresponds to the accrued coupons of Civitas, La Perla, Tennor Finance, ADS, Trent and Degros.

The provision on ADS securities was subsequently reversed due to the payment of the coupon by ADS.

Transferable debt securities:

Transferable debt securities and similar instruments that are not subject to significant transactions are valued on an actuarial method on the basis of a reference rate defined below, increased, where applicable, by a spread representative of the intrinsic characteristics of the issuer:

- Transferable debt securities with a maturity of one year or less: Euro Interbank Offered Rate (Euribor);
- Transferable debt securities with a maturity greater than 1 year: Rate of the BTAN or the rate of the OAT with a close maturity for the longest maturities

Transferable debt securities with a residual maturity of three months or less are valued via the straight-line method.

5. Annual accounts

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

UCI:

Units or shares of UCIs are valued at the last known net asset value.

Temporary purchases and disposals of securities :

Securities received under repurchase agreements are recorded on the assets side of the balance-sheet under the heading "Receivables from securities received under repurchase agreements" for the amount stipulated in the contract, plus accrued interest receivable.

Securities given under repurchase agreements are recorded in the buyer's portfolio at their current value. The debt representing the securities given under repurchase agreements are recorded in the seller's portfolio at the value fixed in the contract plus accrued interest payable.

Securities on loan are valued at their current value and are recorded on the asset side of the balance-sheet under "receivables from securities on loan" at current value plus accrued interest receivable.

Borrowed securities are recorded on the asset side of the balance-sheet under the heading "borrowed securities" for the amount stipulated in the contract, and on the liability side under the heading "debts representing borrowed securities" for the amount specified in the contract plus accrued interest payable.

Futures and options transactions:

Futures traded on a regulated or similar market:

Futures traded on regulated markets are valued at the daily clearing price.

Futures not traded on a regulated or similar market :

Swaps:

Interest rate and/or currency swaps are valued at market value based on the price calculated by actualising future interest flows at market interest and/or currency rates.

This price is adjusted for the signature risk.

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

Other swaps are valued at market value or at an estimated value according to the terms and conditions set by the management company.

5. Annual accounts

Off-balance sheet commitments:

Futures contracts are recorded at their market value in off-balance sheet commitments at the rate used in the portfolio.

Options are translated into the underlying equivalent.

Swap commitments are stated at their nominal value, or in the absence of a nominal value for an equivalent amount.

Management fees

Management and operating fees cover all costs relating to the UCI: financial, administrative, accounting, custody, distribution and auditing fees.

Those fees are charged to the UCI's income statement.

The management fees do not include transaction fees. For more information on the fees actually charged to the Fund, please refer to the prospectus.

They are recorded on a pro-rata basis at each net asset value calculation.

The cumulative amount of these fees respects the maximum fee rate of the net assets indicated in the prospectus or the fund rules:

FR0013535952 - H2O MULTIBONDS SP Part REUR (C)	1.00%
FR0013535960 - H2O MULTIBONDS SP Part IEUR (C)	0.54%
FR0013535937 - H2O MULTIBONDS SP Part IUSD (C)	0.54%
FR0013535911 - H2O MULTIBONDS SP Part HCHF-R (C)	1.00%
FR0013536158 - H2O MULTIBONDS SP Part HCHF-I (C)	0.54%
FR0013536000 - H2O MULTIBONDS SP Part HUSD-R (C)	1.00%
FR0013536026 - H2O MULTIBONDS SP Part HUSD-I (C)	0.54%
FR0013536034 - H2O MULTIBONDS SP Part RUSD (C)	1.00%
FR0013535978 - H2O MULTIBONDS SP Part RSGD (C)	1.00%
FR0013535994 - H2O MULTIBONDS SP Part ISGD (C)	0.54%
FR0013536083 - H2O MULTIBONDS SP Part NEUR (C)	0.62%
FR0013536091 - H2O MULTIBONDS SP Part HCHF-N (C)	0.62%
FR0013536067 - H2O MULTIBONDS SP Part HSGD-R (C)	1.00%
FR0013536075 - H2O MULTIBONDS SP Part HSGD-I (C)	0.54%
FR0013536133 - H2O MULTIBONDS SP Part HCHF-SR (C)	1.42%
FR0013536125 - H2O MULTIBONDS SP Part HUSD-SR (C)	1.42%
FR0013536117 - H2O MULTIBONDS SP Part HSGD-SR	1.42%
FR0013536109 - H2O MULTIBONDS SP Part SR (EUR)	1.42%
FR0013536042 - H2O MULTIBONDS SP Part REUR (C/D)	1.00%
FR0013536141 - H2O MULTIBONDS SP Part SREUR (C/D)	1.42%

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As of 5 October 2020, the operating and management fees have been adapted to an extinctive management and the maximum rate has been revised downwards to 0.54% for I units, 0.62% for N units, 1% for R units and 1.42% for SR units. for SR units. In addition to these fees, legal fees may be charged in the event of legal action to recover assets. These latter costs, which are not quantifiable, would be deducted as and when the assets are recovered if the management company decides to pass them on to the fund.

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

The fund's **valued assets** are the portion of the assets corresponding to a given unit class, valued in accordance with the rules applicable to the assets and taking into account the actual running costs and management fees corresponding to the unit class.

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

The reference rate is equal:

- to the daily compounded EONIA (denominated in euros) plus 3% per year for IEUR units, 2.90% per year for NEUR units, 2.60% per year for REUR and 2.10% per year for SREUR units. The EONIA (European Overnight Index Average) rate corresponds to the average rates on that day in the Eurozone. It is calculated by the European Central Bank and published by the European Banking Federation on www.emmi-benchmarks.eu
- to the USD 1-month LIBOR (denominated in US dollars) plus 3% per year for IUSD and HUSD-I units and 2.60% per year for RUSD and HUSD-R units and 2,10% per year for HUSD-SR.
- to the 1-month SIBOR (denominated in Singapore dollars) plus 3% per year for ISGD and HSGD-I units and 2.60% for RSGD and HSGD-R units, and 2,10% per year for HSGD-SR.
- to the CHF 1-month LIBOR (denominated in Swiss francs) plus 3% per year for HCHF-I units and 2.90% per year for HCHF-N units and 2.60% for HCHF-R units and 2,10% for HCHF-SR.

The Fund's performance is calculated according to changes in the net asset value of the unit class.

The observation period is defined as follows:

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

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

For HCHF-R (C) units:

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

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For HCHF-I (C) units:

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

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

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

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

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

For SREUR, HUSD-SR, HSGD-SR and HCHF-SR units:

- initial observation period: from DATE to the last trading day of December 2020;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

For SREUR (C/D) units:

- initial observation period: from 4 Mars 2019 to the last trading day of December 2020;
- subsequent observation periods: from the first trading day of January to the last trading day of December of each year.

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

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

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

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

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

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

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

Since 05/10/20, when the fund H2O MULTIBONDS was split into H2O MULTIBONDS SP, the performance fee is no longer calculated or provisioned.

Allocation of distributable amounts

Definition of distributable sums

Distributable sums consist of:

Income:

Net income is equal to the amount of interest, arrears, premiums and bonuses, dividends, directors' attendance fees and all other income from the securities comprising the portfolio, plus income from temporary cash holdings, minus management fees and borrowing costs.

To it is added retained earnings, plus or minus the balance of the income adjustment account.

Capital gains and losses:

Realised capital gains, net of costs, less realised capital losses, net of costs, recorded during the financial year, plus net capital gains of the same nature recorded in previous financial years that were not distributed or capitalised, plus or minus the balance of the capital gains adjustment account.

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Methods for allocating distributable amounts:

<i>Unit(s)</i>	<i>Allocation of net income</i>	<i>Allocation of net capital gains or losses realized</i>
Units H2O MULTIBONDS MEUR (C/D)	Capitalisation and/or distribution and carry-over by decision of the management company	Capitalisation and/or distribution and carry-over by decision of the management company
Units H2O MULTIBONDS SP IEUR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP IUSD (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HCHF-I (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HCHF-N (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HCHF-SR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HSGD-I (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HSGD-R (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HSGD-SR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HUSD-I (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HUSD-R (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HUSD-SR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP ISGD (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP NEUR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP REUR (C/D)	Capitalisation and/or distribution and carry-over by decision of the management company	Capitalisation and/or distribution and carry-over by decision of the management company
Units H2O MULTIBONDS SP REUR (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP RSGD (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP RUSD (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP HCHF-R (C)	Capitalisation	Capitalisation
Units H2O MULTIBONDS SP SREUR (C/D)	Capitalisation and/or distribution and carry-over by decision of the management company	Capitalisation and/or distribution and carry-over by decision of the management company
Units H2O MULTIBONDS SP SREUR (C)	Capitalisation	Capitalisation

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■ 2. 2. CHANGES IN NET ASSET ON 12/31/2020 IN EUR

	12/31/2020	12/31/2019
NET ASSETS IN START OF PERIOD	5,027,898,655.81	3,306,787,888.38
Subscriptions (including subscription fees received by the fund)	1,162,917,402.51	3,690,171,167.18
Redemptions (net of redemption fees received by the fund)	-957,978,095.78	-3,032,440,214.08
Capital gains realised on deposits and financial instruments	303,447,570.34	332,084,851.66
Capital losses realised on deposits and financial instruments	-201,829,363.08	-78,493,529.85
Capital gains realised on hedges	2,317,192,995.00	3,488,272,160.59
Capital losses realised on hedges	-3,954,784,592.31	-2,193,420,124.77
Dealing costs	-6,312,205.96	-8,520,453.42
Exchange gains/losses	-35,497,641.30	-251,660,812.20
Changes in difference on estimation (deposits and financial instruments)	-364,366,649.50	-74,097,295.34
<i>Difference on estimation, period N</i>	-295,634,204.92	68,732,444.58
<i>Difference on estimation, period N-1</i>	-68,732,444.58	-142,829,739.92
Changes in difference on estimation (hedges)	-104,588,164.06	89,403,618.48
<i>Difference on estimation, period N</i>	0.00	104,588,164.06
<i>Difference on estimation, period N-1</i>	-104,588,164.06	-15,184,545.58
Net Capital gains and losses Accumulated from Previous business year	-25,764,730.99	-26,098,090.94
Distribution on Net Capital Gains and Losses from previous business year	0.00	-246,186.95
Net profit for the period, before adjustment prepayments	135,023,033.20	-213,844,322.93
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	-2,502,688,749.84 (*)	0.00
NET ASSETS IN END OF PERIOD	792,669,464.04	5,027,898,655.81

(*) H2O MULTIBONDS FCP spin-off entries on 05/10/2020. The other items also include the provision for depreciation of coupons.

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■ 3. ADDITIONAL INFORMATION

■ 3.1. BREAKDOWN OF FINANCIAL INSTRUMENTS BY LEGAL OR COMMERCIAL TYPE

	Amount	%
ASSETS		
BONDS AND SIMILAR SECURITIES		
Obligations et valeurs assimilées non négociées sur un marché réglementé ou assimilé	29,903,537.05	3.77
Fixed-rate bonds traded on a regulated or similar market	161,776,338.72	20.41
TOTAL BONDS AND SIMILAR SECURITIES	191,679,875.77	24.18
CREDIT INSTRUMENTS		
TOTAL CREDIT INSTRUMENTS	0.00	0.00
LIABILITIES		
TRANSACTIONS INVOLVING TRANSFER OF FINANCIAL INSTRUMENTS		
TOTAL TRANSACTIONS INVOLVING TRANSFER OF FINANCIAL INSTRUMENTS	0.00	0.00
OFF-BALANCE SHEET		
HEDGES		
TOTAL HEDGES	0.00	0.00
OTHER OPERATIONS		
TOTAL OTHER OPERATIONS	0.00	0.00

■ 3.2. BREAKDOWN OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS, BY TYPE

	Fixed rate	%	Variable rate	%	Rate subject to review	%	Other	%
ASSETS								
Deposits	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Bonds and similar securities	191,679,875.77	24.18	0.00	0.00	0.00	0.00	0.00	0.00
Credit instruments	0.00	0.00	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	668,163,601.69	84.29
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	8,693,003.03	1.10
LIABILITIES								
Temporary transactions in securities	2.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
OFF-BALANCE SHEET								
Hedges	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Others operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

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■ 3.3. 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	0.00	0.00	0.00	0.00	164,424,952.48	20.74	27,254,923.29	3.44	0.00	0.00
Credit instruments	0.00	0.00	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	2.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	8,693,003.03	1.10	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
LIABILITIES										
Temporary transactions in securities	0.00	0.00	0.00	0.00	2.00	0.00	0.00	0.00	0.00	0.00
Financial accounts	0.00	0.00	0.00	0.00	0.00	0.00	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
Others operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

(*) All hedges are shown in terms of time to maturity of the underlying securities.

■ 3.4. BREAKDOWN OF ASSET, LIABILITY AND OFF-BALANCE SHEET ITEMS, BY LISTING OR EVALUATION CURRENCY (OUT EUR)

	Currency 1 USD		Currency 2 CHF		Currency 3 SGD		Currency N Other currencies	
	Amount	%	Amount	%	Amount	%	Amount	%
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	3,127,277.07	0.39	0.00	0.00	0.00	0.00	0.00	0.00
Credit instruments	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Mutual fund	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
Receivables	54,453,079.26	6.87	6,980,042.19	0.88	1,711,132.61	0.22	0.00	0.00
Financial accounts	413,039.92	0.05	0.00	0.00	0.00	0.00	0.00	0.00
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	77,448.74	0.01	8,626.62	0.00	3,501.76	0.00	0.00	0.00
Financial accounts	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
Others operations	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

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■ 3.5. RECEIVABLES AND PAYABLES: BREAKDOWN BY ITEMS

	Type of debit/credit	12/31/2020
RECEIVABLES		
	Forward foreign exchange purchase	63,144,254.06
	Coupons and dividends in cash ()	46,756,000.00
	Collateral	3,839,400.55
TOTAL RECEIVABLES		113,739,654.61
PAYABLES		
	Forward foreign exchange sale	63,188,757.38
	Fixed management fees	1,289,040.37
	Variable management fees	149,132,388.61
	Other payables	16,271,998.00
TOTAL PAYABLES		229,882,184.36
TOTAL PAYABLES AND RECEIVABLES		-116,142,529.75

(*) After depreciation of receivable coupons for an amount of €17,027,000.

■ 3.6. SHAREHOLDERS' FUNDS

• 3.6.1. Number of units issued or redeemed

	Units	Value
Unit H2O MULTIBONDS MEUR (C/D)		
Units subscribed during the period	4,017.7667	669,265.56
Units redeemed during the period	-22,983.7986	-3,917,998.98
Net Subscriptions/Redemptions	-18,966.0319	-3,248,733.42
Units in circulation at the end of the period	0.00	
Unit H2O MULTIBONDS SP HCHF-I (C)		
Units subscribed during the period	45.4012	4,889,445.75
Units redeemed during the period	-15.2263	-1,444,820.97
Net Subscriptions/Redemptions	30.1749	3,444,624.78
Units in circulation at the end of the period	189.8368	
Unit H2O MULTIBONDS SP HCHF-N (C)		
Units subscribed during the period	20,795.9040	4,210,239.11
Units redeemed during the period	-34,838.5943	-3,679,744.46
Net Subscriptions/Redemptions	-14,042.6903	530,494.65
Units in circulation at the end of the period	12,869.9577	
Unit H2O MULTIBONDS SP HCHF-R (C)		
Units subscribed during the period	1,494.6481	588,616.76
Units redeemed during the period	-8,801.5968	-2,899,531.83
Net Subscriptions/Redemptions	-7,306.9487	-2,310,915.07
Units in circulation at the end of the period	30,040.6454	

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• 3.6.1. Number of units issued or redeemed

	Units	Value
Unit H2O MULTIBONDS SP HCHF-SR (C)		
Units subscribed during the period	10,424.3495	884,376.77
Units redeemed during the period	-682.2831	-51,555.84
Net Subscriptions/Redemptions	9,742.0664	832,820.93
Units in circulation at the end of the period	18,367.0134	
Unit H2O MULTIBONDS SP HSGD-I (C)		
Units subscribed during the period	2,587.5418	199,854.65
Units redeemed during the period	-1,100.0000	-57,708.00
Net Subscriptions/Redemptions	1,487.5418	142,146.65
Units in circulation at the end of the period	8,024.5519	
Unit H2O MULTIBONDS SP HSGD-R (C)		
Units subscribed during the period	0.00	0.00
Units redeemed during the period	-11,701.4075	-1,309,420.37
Net Subscriptions/Redemptions	-11,701.4075	-1,309,420.37
Units in circulation at the end of the period	32,987.6397	
Unit H2O MULTIBONDS SP HSGD-SR (C)		
Units subscribed during the period	94,964.8625	7,018,442.61
Units redeemed during the period	-46,453.0641	-2,304,930.34
Net Subscriptions/Redemptions	48,511.7984	4,713,512.27
Units in circulation at the end of the period	76,655.0057	
Unit H2O MULTIBONDS SP HUSD-I (C)		
Units subscribed during the period	622.9346	93,740,349.06
Units redeemed during the period	-180.7886	-23,516,408.45
Net Subscriptions/Redemptions	442.1460	70,223,940.61
Units in circulation at the end of the period	1,637.1967	
Unit H2O MULTIBONDS SP HUSD-R (C)		
Units subscribed during the period	7,281.7123	1,552,050.59
Units redeemed during the period	-144,988.7792	-29,266,107.19
Net Subscriptions/Redemptions	-137,707.0669	-27,714,056.60
Units in circulation at the end of the period	205,585.1688	
Unit H2O MULTIBONDS SP HUSD-SR (C)		
Units subscribed during the period	397,800.5108	42,714,141.91
Units redeemed during the period	-262,110.9944	-19,683,681.98
Net Subscriptions/Redemptions	135,689.5164	23,030,459.93
Units in circulation at the end of the period	523,309.8003	

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• 3.6.1. Number of units issued or redeemed

	Units	Value
Unit H2O MULTIBONDS SP IEUR (C)		
Units subscribed during the period	946.9098	225,840,928.41
Units redeemed during the period	-1,113.1512	-206,143,615.19
Net Subscriptions/Redemptions	-166.2414	19,697,313.22
Units in circulation at the end of the period	2,318.1517	
Unit H2O MULTIBONDS SP ISGD (C)		
Units subscribed during the period	0.00	0.00
Units redeemed during the period	0.00	0.00
Net Subscriptions/Redemptions	0.00	0.00
Units in circulation at the end of the period	0.0001	
Unit H2O MULTIBONDS SP IUSD (C)		
Units subscribed during the period	26.7059	4,432,625.14
Units redeemed during the period	-28.8000	-3,735,190.60
Net Subscriptions/Redemptions	-2.0941	697,434.54
Units in circulation at the end of the period	102.9011	
Unit H2O MULTIBONDS SP NEUR (C)		
Units subscribed during the period	288,026.3422	46,831,846.74
Units redeemed during the period	-262,418.6749	-32,471,610.59
Net Subscriptions/Redemptions	25,607.6673	14,360,236.15
Units in circulation at the end of the period	723,402.7686	
Unit H2O MULTIBONDS SP REUR (C/D)		
Units subscribed during the period	106,659.1039	13,371,643.40
Units redeemed during the period	-168,749.2988	-28,445,115.60
Net Subscriptions/Redemptions	-62,090.1949	-15,073,472.20
Units in circulation at the end of the period	662,063.9830	
Unit H2O MULTIBONDS SP REUR (C)		
Units subscribed during the period	149,666.5550	53,749,785.44
Units redeemed during the period	-892,567.4184	-318,978,238.52
Net Subscriptions/Redemptions	-742,900.8634	-265,228,453.08
Units in circulation at the end of the period	3,534,917.5666	
Unit H2O MULTIBONDS SP RSGD (C)		
Units subscribed during the period	418.2859	56,231.20
Units redeemed during the period	-1,859.0736	-307,149.79
Net Subscriptions/Redemptions	-1,440.7877	-250,918.59
Units in circulation at the end of the period	11,804.5151	

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• 3.6.1. Number of units issued or redeemed

	Units	Value
Unit H2O MULTIBONDS SP RUSD (C)		
Units subscribed during the period	9,090.7975	1,874,870.24
Units redeemed during the period	-21,303.2001	-3,737,353.05
Net Subscriptions/Redemptions	-12,212.4026	-1,862,482.81
Units in circulation at the end of the period	50,438.2462	
Unit H2O MULTIBONDS SP SREUR (C/D)		
Units subscribed during the period	86,875.6451	7,609,253.32
Units redeemed during the period	-18,634.1892	-1,366,822.30
Net Subscriptions/Redemptions	68,241.4559	6,242,431.02
Units in circulation at the end of the period	133,754.3963	
Unit H2O MULTIBONDS SP SREUR (C)		
Units subscribed during the period	6,487,843.8564	652,683,435.85
Units redeemed during the period	-3,090,887.6470	-274,661,091.73
Net Subscriptions/Redemptions	3,396,956.2094	378,022,344.12
Units in circulation at the end of the period	14,002,462.6087	

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• 3.6.2. Subscription and/or redemption fees

	Value
Unit H2O MULTIBONDS MEUR (C/D)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP IEUR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP IUSD (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HCHF-I (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HCHF-N (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HCHF-SR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HSGD-I (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HSGD-R (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HSGD-SR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00

5. Annual accounts

• 3.6.2. Subscription and/or redemption fees

	Value
Unit H2O MULTIBONDS SP HUSD-I (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HUSD-R (C)	
Total acquired subscription and/or redemption fees	14,289.15
Acquired subscription fees	14,289.15
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP HUSD-SR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP ISGD (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP NEUR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP REUR (C/D)	
Total acquired subscription and/or redemption fees	112,032.08
Acquired subscription fees	112,032.08
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP REUR (C)	
Total acquired subscription and/or redemption fees	740,602.09
Acquired subscription fees	740,602.09
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP RSGD (C)	
Total acquired subscription and/or redemption fees	233.91
Acquired subscription fees	233.91
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP RUSD (C)	
Total acquired subscription and/or redemption fees	64,982.37
Acquired subscription fees	64,982.37
Acquired redemption fees	0.00

5. Annual accounts

• 3.6.2. Subscription and/or redemption fees

	Value
Unit H2O MULTIBONDS SP HCHF-R (C)	
Total acquired subscription and/or redemption fees	13,596.90
Acquired subscription fees	13,596.90
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP SREUR (C/D)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00
Unit H2O MULTIBONDS SP SREUR (C)	
Total acquired subscription and/or redemption fees	0.00
Acquired subscription fees	0.00
Acquired redemption fees	0.00

5. Annual accounts

■ 3.7. MANAGEMENT FEES

	12/31/2020
Units H2O MULTIBONDS MEUR (C/D)	
Guarantee commission	0.00
Fixed management fees	962.51
Percentage set for fixed management fees	0.10
Variable management fees	0.00
Trailer fees	0.00
Units H2O MULTIBONDS SP HCHF-I (C)	
Guarantee commission	0.00
Fixed management fees	86,462.02
Percentage set for fixed management fees	0.68
Variable management fees	-12,553.50
Trailer fees	0.00
Units H2O MULTIBONDS SP HCHF-N (C)	
Guarantee commission	0.00
Fixed management fees	18,940.59
Percentage set for fixed management fees	0.78
Variable management fees	-2,037.74
Trailer fees	0.00
Units H2O MULTIBONDS SP HCHF-R (C)	
Guarantee commission	0.00
Fixed management fees	108,034.16
Percentage set for fixed management fees	1.08
Variable management fees	-6,883.65
Trailer fees	0.00
Units H2O MULTIBONDS SP HCHF-SR (C)	
Guarantee commission	0.00
Fixed management fees	16,169.79
Percentage set for fixed management fees	1.56
Variable management fees	-27,835.64
Trailer fees	0.00
Units H2O MULTIBONDS SP HSGD-I (C)	
Guarantee commission	0.00
Fixed management fees	2,748.05
Percentage set for fixed management fees	0.68
Variable management fees	-10,783.17
Trailer fees	0.00

5. Annual accounts

■ 3.7. MANAGEMENT FEES

	12/31/2020
Units H2O MULTIBONDS SP HSGD-R (C)	
Guarantee commission	0.00
Fixed management fees	28,258.26
Percentage set for fixed management fees	1.08
Variable management fees	17,311.73
Trailer fees	0.00
Units H2O MULTIBONDS SP HSGD-SR (C)	
Guarantee commission	0.00
Fixed management fees	47,913.43
Percentage set for fixed management fees	1.56
Variable management fees	-12,833.58
Trailer fees	0.00
Units H2O MULTIBONDS SP HUSD-I (C)	
Guarantee commission	0.00
Fixed management fees	889,496.66
Percentage set for fixed management fees	0.68
Variable management fees	186,617.40
Trailer fees	0.00
Units H2O MULTIBONDS SP HUSD-R (C)	
Guarantee commission	0.00
Fixed management fees	531,182.40
Percentage set for fixed management fees	1.08
Variable management fees	20,471.45
Trailer fees	0.00
Units H2O MULTIBONDS SP HUSD-SR (C)	
Guarantee commission	0.00
Fixed management fees	531,324.10
Percentage set for fixed management fees	1.54
Variable management fees	-1,005,645.51
Trailer fees	0.00
Units H2O MULTIBONDS SP IEUR (C)	
Guarantee commission	0.00
Fixed management fees	2,650,917.90
Percentage set for fixed management fees	0.68
Variable management fees	584,039.38
Trailer fees	0.00

5. Annual accounts

■ 3.7. MANAGEMENT FEES

	12/31/2020
Units H2O MULTIBONDS SP ISGD (C)	
Guarantee commission	0.00
Fixed management fees	0.00
Percentage set for fixed management fees	0.00
Variable management fees	-0.26
Trailer fees	0.00
Units H2O MULTIBONDS SP IUSD (C)	
Guarantee commission	0.00
Fixed management fees	107,848.61
Percentage set for fixed management fees	0.79
Variable management fees	-11,841.62
Trailer fees	0.00
Units H2O MULTIBONDS SP NEUR (C)	
Guarantee commission	0.00
Fixed management fees	623,169.70
Percentage set for fixed management fees	0.78
Variable management fees	10,225.36
Trailer fees	0.00
Units H2O MULTIBONDS SP REUR (C/D)	
Guarantee commission	0.00
Fixed management fees	830,748.57
Percentage set for fixed management fees	19.09
Variable management fees	171,460.86
Trailer fees	0.00
Units H2O MULTIBONDS SP REUR (C)	
Guarantee commission	0.00
Fixed management fees	12,611,212.54
Percentage set for fixed management fees	1.08
Variable management fees	-108,249.56
Trailer fees	0.00
Units H2O MULTIBONDS SP RSGD (C)	
Guarantee commission	0.00
Fixed management fees	14,612.75
Percentage set for fixed management fees	1.08
Variable management fees	4,459.46
Trailer fees	0.00

5. Annual accounts

■ 3.7. MANAGEMENT FEES

	12/31/2020
Units H2O MULTIBONDS SP RUSD (C)	
Guarantee commission	0.00
Fixed management fees	81,562.89
Percentage set for fixed management fees	1.08
Variable management fees	2,703.33
Trailer fees	0.00
Units H2O MULTIBONDS SP SREUR (C/D)	
Guarantee commission	0.00
Fixed management fees	99,613.38
Percentage set for fixed management fees	22.81
Variable management fees	-69,846.71
Trailer fees	0.00
Units H2O MULTIBONDS SP SREUR (C)	
Guarantee commission	0.00
Fixed management fees	15,832,265.75
Percentage set for fixed management fees	1.56
Variable management fees	-34,512,079.40
Trailer fees	0.00

■ 3.8. COMMITMENTS RECEIVED AND GIVEN

• 3.8.1. Guarantees received by the UCIT:

None.

• 3.8.2. Other commitments received and/or given:

None.

5. Annual accounts

■ 3.9. FUTURE DETAILS

• 3.9.1. Stock market values of temporarily acquired securities

	12/31/2020
Securities held under sell-back deals	0.00
Borrowed securities	0.00

• 3.9.2. Stock market values of pledged securities

	12/31/2020
Financial instruments pledged but not reclassified	0.00
Financial instruments received as pledges but not recognized in the Balance Sheet	0.00

• 3.9.3. Financial instruments held, issued and/or administered by the GROUPE

	ISIN code	Name of security	12/31/2020
Equities			0.00
Bonds			0.00
Notes			0.00
UCITS			0.00
Hedges			0.00
Total group financial instruments			0.00

5. Annual accounts

■ 3.10. TABLE OF ALLOCATION OF THE DISTRIBUTABLE SUMS

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

	12/31/2020	12/31/2019
Sums not yet allocated		
Brought forward	32.90	132.07
Profit (loss)	130,531,033.11	-266,047,991.11
Total	130,531,066.01	-266,047,859.04

	12/31/2020	12/31/2019
Units H2O MULTIBONDS MEUR (C/D)		
Allocation		
Distribution	0,00	149,073.01
Brought forward	0,00	127.03
Capitalized	0.00	0.00
Total	0.00	149,200.04
Details of units with dividend entitlement		
Number of units	0.00	18,966.0319
Unit distribution	0.00	7.86
Tax credits		
Tax credit attached to the distribution of income	0.00	56.24

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-I (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	531,095.26	-736,461.04
Total	531,095.26	-736,461.04

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-N (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	37,223.85	-236,211.40
Total	37,223.85	-236,211.40

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-R (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	321,325.70	-961,475.62
Total	321,325.70	-961,475.62

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-SR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	77,001.47	-42,125.97
Total	77,001.47	-42,125.97

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-I (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	21,304.40	-23,279.49
Total	21,304.40	-23,279.49

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-R (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	63,333.29	-282,843.33
Total	63,333.29	-282,843.33

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-SR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	46,399.16	-106,371.43
Total	46,399.16	-106,371.43

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-I (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	1,871,145.81	-8,247,768.44
Total	1,871,145.81	-8,247,768.44

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-R (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	700,057.24	-5,341,995.34
Total	700,057.24	-5,341,995.34

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-SR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	1,306,944.96	-2,307,706.76
Total	1,306,944.96	-2,307,706.76

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP IEUR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	12,733,763.99	-31,786,154.83
Total	12,733,763.99	-31,786,154.83

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP ISGD (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	0.37	0.12
Total	0.37	0.12

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP IUSD (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	472,361.27	-879,089.62
Total	472,361.27	-879,089.62

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP NEUR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	2,719,084.51	-6,256,206.90
Total	2,719,084.51	-6,256,206.90

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP REUR (C/D)		
Allocation		
Distribution	0.00	0.00
Brought forward	2,645,111.84	0.00
Capitalized	0.00	-8,921,751.49
Total	2,645,111.84	-8,921,751.49

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP REUR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	37,646,737.93	-114,446,738.25
Total	37,646,737.93	-114,446,738.25

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP RSGD (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	45,540.88	-98,367.70
Total	45,540.88	-98,367.70

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP RUSD (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	237,241.21	-619,338.00
Total	237,241.21	-619,338.00

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP SREUR (C/D)		
Allocation		
Distribution	0.00	0.00
Brought forward	255,337.76	0.00
Capitalized	0.00	-233,196.64
Total	255,337.76	-233,196.64

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP SREUR (C)		
Allocation		
Distribution	0.00	0.00
Brought forward	0.00	0.00
Capitalized	68,800,055.11	-84,669,976.95
Total	68,800,055.11	-84,669,976.95

5. Annual accounts

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

	12/31/2020	12/31/2019
Sums not yet allocated		
Net Capital gains and losses Accumulated from Previous business year	54,284,025.13	32,436,136.76
Net Capital gains and losses of the business year	-1,649,956,783.09	1,591,410,489.12
Allocation Report of distributed items on Net Capital Gains and Losses	0.00	0.00
Total	-1,595,672,757.96	1,623,846,625.88

	12/31/2020	12/31/2019
Units H2O MULTIBONDS MEUR (C/D)		
Allocation		
Distribution	0,00	559,687.60
Net capital gains and losses accumulated per share	0,00	1,362,648.91
Capitalized	0.00	0.00
Total	0.00	1,922,336.51
Details of units with dividend entitlement		
Number of units	0.00	18,966.032
Unit distribution	0.00	29.51

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-I (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-7,215,403.94	6,541,967.47
Total	-7,215,403.94	6,541,967.47

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-N (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-769,097.75	1,745,803.96
Total	-769,097.75	1,745,803.96

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-R (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-4,850,909.25	6,507,541.81
Total	-4,850,909.25	6,507,541.81

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HCHF-SR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-672,788.53	326,396.74
Total	-672,788.53	326,396.74

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-I (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-251,885.82	205,554.66
Total	-251,885.82	205,554.66

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-R (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-1,512,340.26	2,217,389.84
Total	-1,512,340.26	2,217,389.84

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HSGD-SR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-2,297,636.41	866,231.83
Total	-2,297,636.41	866,231.83

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-I (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-85,264,731.28	59,873,271.07
Total	-85,264,731.28	59,873,271.07

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-R (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-22,710,739.97	36,419,720.16
Total	-22,710,739.97	36,419,720.16

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP HUSD-SR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-22,293,792.76	15,029,771.85
Total	-22,293,792.76	15,029,771.85

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	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP IEUR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-198,983,697.07	209,569,068.38
Total	-198,983,697.07	209,569,068.38

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP ISGD (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-1.40	1.02
Total	-1.40	1.02

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP IUSD (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-7,051,207.83	7,058,516.43
Total	-7,051,207.83	7,058,516.43

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP NEUR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-43,230,371.81	41,029,878.57
Total	-43,230,371.81	41,029,878.57

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP REUR (C/D)		
Allocation		
Distribution	0.00	27,409,235.63
Net capital gains and losses accumulated per share	3,848,572.90	58,314,290.27
Capitalized	0.00	0.00
Total	3,848,572.90	85,723,525.90
Details of units with dividend entitlement		
Number of units	662,063.983	724,154.178
Unit distribution	0.00	37.85

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP REUR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-592,566,199.99	705,204,771.22
Total	-592,566,199.99	705,204,771.22

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP RSGD (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-725,339.14	797,550.47
Total	-725,339.14	797,550.47

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP RUSD (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-3,788,239.62	4,629,522.08
Total	-3,788,239.62	4,629,522.08

5. Annual accounts

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP SREUR (C/D)		
Allocation		
Distribution	0.00	1,240,159.96
Net capital gains and losses accumulated per share	0.00	474,959.40
Capitalized	-4,031,444.74	0.00
Total	-4,031,444.74	1,715,119.36
Details of units with dividend entitlement		
Number of units	133,754.396	65,512.94
Unit distribution	0.00	18.93

	12/31/2020	12/31/2019
Units H2O MULTIBONDS SP SREUR (C)		
Allocation		
Distribution	0.00	0.00
Net capital gains and losses accumulated per share	0.00	0.00
Capitalized	-601,305,503.29	436,462,686.55
Total	-601,305,503.29	436,462,686.55

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Global Net Assets in EUR	1,047,498,700.33	1,467,362,650.96	3,306,787,888.38	5,027,898,655.81	792,669,464.04
Units H2O MULTIBONDS MEUR (C/D) in EUR					
Net assets	3,729,316.47	7,964,687.64	8,361,464.26	4,216,280.53	0.00
Number of shares/units	32,407.7499	60,800.5954	47,285.5426	18,966.0319	0.00
NAV per share/unit	115.07	130.99	176.82	222.30	0.00
Distribution on Net Capital gains and losses	4.36	2.49	22.77	29.51	0.00
Net capital gains and losses accumulated per share	7.34	20.22	30.20	71.84	0.00
Distribution on Net Income on the result	1.40	6.81	5.69	7.86	0.00
Tax credits per share/unit	0.00	0.57	0.00	0.00	0.00 (*)
Unit brought forward on the result	0.00	0.30	0.00	0.00	0.00
Units H2O MULTIBONDS SP HCHF-I (C) in CHF					
Net assets in CHF	2,595,814.63	6,272,739.09	13,894,625.59	20,984,008.71	3,953,339.62
Number of shares/units	39.7957	84.5781	141.0191	159.6619	189.8368
NAV per share/unit in CHF	65,228.52	74,165.05	98,530.09	131,427.77	20,824.93
Net Capital Gains and Losses Accumulated per share in EUR	6,192.25	1,716.05	17,289.28	40,973.87	-38,008.45
Net income Accumulated on the result in EUR	1,286.75	1,779.37	-3,672.48	-4,612.62	2,797.64

(*) The unit tax credit will only be determined on the date of distribution, in accordance with the tax provisions in force.

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP HCHF-N (C) in CHF					
Net assets in CHF	0.00	201,456.55	598,618.72	5,594,555.13	419,637.20
Number of shares/units	0.00	1,700.0000	3,827.0000	26,912.6480	12,869.9577
NAV per share/unit in CHF	0.00	118.50	156.41	207.87	32.60
Net Capital Gains and Losses Accumulated per share in EUR	0.00	2.99	27.49	64.86	-59.75
Net income Accumulated on the result in EUR	0.00	-0.47	-6.78	-8.77	2.89
Units H2O MULTIBONDS SP HCHF-R (C) in CHF					
Net assets in CHF	11,702,237.52	10,435,592.48	17,775,015.28	20,832,491.54	2,646,011.07
Number of shares/units	41,776.9915	32,791.2268	42,279.1964	37,347.5941	30,040.6454
NAV per share/unit in CHF	280.11	318.24	420.41	557.80	88.08
Net Capital Gains and Losses Accumulated per share in EUR	27.04	7.33	73.89	174.24	-161.47
Net income Accumulated on the result in EUR	2.65	2.85	-19.52	-25.74	10.69
Units H2O MULTIBONDS SP HCHF-SR (C) in CHF					
Net assets in CHF	0.00	0.00	0.00	1,073,147.51	364,582.05
Number of shares/units	0.00	0.00	0.00	8,624.9470	18,367.0134
NAV per share/unit in CHF	0.00	0.00	0.00	124.42	19.84
Net Capital Gains and Losses Accumulated per share in EUR	0.00	0.00	0.00	37.84	-36.63
Net income Accumulated on the result in EUR	0.00	0.00	0.00	-4.88	4.19

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP HSGD-I (C) in SGD					
Net assets in SGD	0.00	0.00	0.00	861,409.05	169,256.08
Number of shares/units	0.00	0.00	0.00	6,537.0101	8,024.5519
NAV per share/unit in SGD	0.00	0.00	0.00	131.77	21.09
Net Capital Gains and Losses Accumulated per share in EUR	0.00	0.00	0.00	31.44	-31.38
Net income Accumulated on the result in EUR	0.00	0.00	0.00	-3.56	2.65
Units H2O MULTIBONDS SP HSGD-R (C) in SGD					
Net assets in SGD	0.00	49,817.19	18,256,808.66	8,719,313.80	1,013,545.76
Number of shares/units	0.00	460.5690	126,562.2277	44,689.0472	32,987.6397
NAV per share/unit in SGD	0.00	108.16	144.25	195.11	30.72
Net Capital Gains and Losses Accumulated per share in EUR	0.00	5.98	17.75	49.61	-45.84
Net income Accumulated on the result in EUR	0.00	-0.30	-4.70	-6.32	1.91
Units H2O MULTIBONDS SP HSGD-SR (C) in SGD					
Net assets in SGD	0.00	0.00	0.00	3,613,217.75	1,530,366.08
Number of shares/units	0.00	0.00	0.00	28,143.2073	76,655.0057
NAV per share/unit in SGD	0.00	0.00	0.00	128.38	19.96
Net Capital Gains and Losses Accumulated per share in EUR	0.00	0.00	0.00	30.77	-29.97
Net income Accumulated on the result in EUR	0.00	0.00	0.00	-3.77	0.60

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■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP HUSD-I (C) in USD					
Net assets in USD	10,314,235.71	24,553,197.27	52,672,987.77	194,559,873.42	42,884,026.40
Number of shares/units	135.7152	280.5021	442.5028	1,195.0507	1,637.1967
NAV per share/unit in USD	75,999.11	87,533.02	119,034.24	162,804.70	26,193.57
Net Capital Gains and Losses Accumulated per share in EUR	10,059.88	1,550.43	24,223.70	50,101.03	-52,079.71
Net income Accumulated on the result in EUR	997.18	502.99	-5,003.40	-6,901.60	1,142.89
Units H2O MULTIBONDS SP HUSD-R (C) in USD					
Net assets in USD	66,242,020.41	107,868,081.86	195,106,932.65	118,059,934.63	11,367,446.32
Number of shares/units	407,934.1069	575,442.0346	771,110.6323	343,292.2357	205,585.1688
NAV per share/unit in USD	162.38	187.45	253.02	343.90	55.29
Net Capital Gains and Losses Accumulated per share in EUR	21.55	3.31	51.58	106.08	-110.46
Net income Accumulated on the result in EUR	0.87	1.60	-11.19	-15.56	3.40
Units H2O MULTIBONDS SP HUSD-SR (C) in USD					
Net assets in USD	0.00	0.00	0.00	50,850,815.47	11,094,568.38
Number of shares/units	0.00	0.00	0.00	387,620.2839	523,309.8003
NAV per share/unit in USD	0.00	0.00	0.00	131.18	21.20
Net Capital Gains and Losses Accumulated per share in EUR	0.00	0.00	0.00	38.77	-42.60
Net income Accumulated on the result in EUR	0.00	0.00	0.00	-5.95	2.49

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP IEUR (C) in EUR					
Net assets	192,460,925.09	259,711,614.61	553,322,217.08	667,524,059.18	98,420,704.78
Number of shares/units	1,458.5586	1,716.8857	2,751.7707	2,484.3931	2,318.1517
NAV per share/unit	131,952.82	151,269.01	201,078.60	268,686.97	42,456.54
Net Capital Gains and Losses Accumulated per share	12,251.64	17,552.15	36,406.71	84,354.23	-85,837.21
Net income Accumulated on the result	1,348.46	1,752.50	-10,004.88	-12,794.33	5,493.06
Units H2O MULTIBONDS SP ISGD (C) in SGD					
Net assets in SGD	0.00	0.00	0.00	6.41	1.20
Number of shares/units	0.00	0.00	0.00	0.0001	0.0001
NAV per share/unit in SGD	0.00	0.00	0.00	64,100.00	12,000.00
Net Capital Gains and Losses Accumulated per share in EUR	0.00	0.00	0.00	10,200.00	-14,000.00
Net income Accumulated on the result in EUR	0.00	0.00	0.00	1,200.00	3,700.00
Units H2O MULTIBONDS SP IUSD (C) in USD					
Net assets in USD	18,023,221.04	24,525,248.53	27,621,040.62	25,246,702.07	4,260,640.28
Number of shares/units	162.1718	174.0038	152.2185	104.9952	102.9011
NAV per share/unit in USD	111,136.59	140,946.62	181,456.52	240,455.77	41,405.19
Net Capital Gains and Losses Accumulated per share in EUR	9,681.27	13,696.29	28,554.41	67,227.03	-68,524.12
Net income Accumulated on the result in EUR	3,344.06	-1,667.04	-5,130.56	-8,372.66	4,590.43

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP NEUR (C) in EUR					
Net assets	0.00	46,979,054.38	100,091,555.83	130,543,198.69	21,293,139.91
Number of shares/units	0.00	446,540.9627	711,922.5815	697,795.1013	723,402.7686
NAV per share/unit	0.00	105.20	140.59	187.07	29.43
Net Capital Gains and Losses Accumulated per share	0.00	11.01	25.50	58.79	-59.75
Net income Accumulated on the result	0.00	-1.47	-5.62	-8.96	3.75
Units H2O MULTIBONDS SP REUR (C/D) in EUR					
Net assets	7,120,070.30	22,647,591.64	123,464,173.42	163,053,045.46	17,405,553.65
Number of shares/units	48,236.0592	141,312.7241	624,994.5987	724,154.1779	662,063.9830
NAV per share/unit	147.60	160.26	197.54	225.16	26.28
Distribution on Net Capital gains and losses	6.64	10.33	31.80	37.85	0.00
Net capital gains and losses accumulated per share	30.32	38.66	44.00	80.52	5.81
Distribution on Net Income on the result	0.74	1.05	0.00	0.00	0.00
Tax credits per share/unit	0.00	0.235	0.00	0.00	0.00 (*)
Unit brought forward on the result	0.00	0.37	0.00	0.00	3.99
Net income Accumulated on the result	0.00	0.00	-10.16	-12.32	0.00

(*) The unit tax credit will only be determined on the date of distribution, in accordance with the tax provisions in force.

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP REUR (C) in EUR					
Net assets	733,282,017.78	972,275,493.15	2,209,706,616.22	2,241,542,413.68	291,805,835.59
Number of shares/units	2,807,948.8681	3,260,052.9934	5,604,902.2567	4,277,818.4300	3,534,917.5666
NAV per share/unit	261.14	298.23	394.24	523.99	82.54
Net Capital Gains and Losses Accumulated per share	24.24	34.63	71.50	164.85	-167.63
Net income Accumulated on the result	1.92	2.52	-20.85	-26.75	10.64
Units H2O MULTIBONDS SP RSGD (C) in SGD					
Net assets in SGD	2,127,068.66	6,253,313.25	16,282,950.15	3,840,753.27	576,274.48
Number of shares/units	14,694.8305	36,292.4881	73,058.0262	13,245.3028	11,804.5151
NAV per share/unit in SGD	144.74	172.30	222.87	289.97	48.81
Net Capital Gains and Losses Accumulated per share in EUR	8.91	12.49	25.84	60.21	-61.44
Net income Accumulated in the result in EUR	0.17	0.02	-5.79	-7.42	3.85
Units H2O MULTIBONDS SP RUSD (C) in USD					
Net assets in USD	6,858,718.19	10,451,543.89	23,007,104.38	16,521,347.71	2,277,241.21
Number of shares/units	55,158.2616	66,623.5519	114,873.6024	62,650.6488	50,438.2462
NAV per share/unit in USD	124.34	156.87	200.28	263.70	45.14
Net Capital Gains and Losses Accumulated per share in EUR	10.83	15.25	31.59	73.89	-75.10
Net income Accumulated on the result in EUR	3.32	-2.38	-6.09	-9.88	4.70

5. Annual accounts

■ 3.11. TABLE OF PROFIT (LOSS) AND OTHER TYPICAL FEATURES OF THE FUND OVER THE PAST FIVE FINANCIAL PERIODS

	12/30/2016	12/29/2017	12/31/2018	12/31/2019	12/31/2020
Units H2O MULTIBONDS SP SREUR (C/D) in EUR					
Net assets	0.00	0.00	0.00	7,377,039.04	1,746,716.35
Number of shares/units	0.00	0.00	0.00	65,512.9404	133,754.3963
NAV per share/unit	0.00	0.00	0.00	112.60	13.05
Distribution on Net Capital gains and losses	0.00	0.00	0.00	18.93	0.00
Net capital gains and losses accumulated per share	0.00	0.00	0.00	7.24	0.00
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	0.00	-30.14
Unit brought forward on the result	0.00	0.00	0.00	0.00	1.90
Net income Accumulated on the result	0.00	0.00	0.00	-3.55	0.00
Units H2O MULTIBONDS SP SREUR (C) in EUR					
Net assets	0.00	0.00	0.00	1,396,738,411.71	294,386,216.27
Number of shares/units	0.00	0.00	0.00	10,605,506.3993	14,002,462.6087
NAV per share/unit	0.00	0.00	0.00	131.69	21.02
Net Capital Gains and Losses Accumulated per share	0.00	0.00	0.00	41.15	-42.94
Net income Accumulated on the result	0.00	0.00	0.00	-7.98	4.91

5. Annual accounts

■ 3.12. PORTFOLIO LISTING OF FINANCIAL INSTRUMENTS IN EUR

Name of security	Currency	Quantity	Market value	% Net Assets
Bonds and similar securities				
Bonds and similar securities not negotiated on a regulated or assimilated market				
NETHERLANDS				
CHAIN FINANCE BV 7.75% 11-05-21	EUR	43,200,000	24,140,160.00	3.05
DEGROS HOLDING BV 6.5% 17-01-23	EUR	20,000,000	5,763,377.05	0.72
TOTAL NETHERLANDS			29,903,537.05	3.77
TOTAL Bonds and similar securities not negotiated on a regulated or assimilated market			29,903,537.05	3.77
Listed bonds and similar securities				
CAYMAN ISLANDS				
ADS SECURITIES FUNDING LIMITED 6.5% 18-06-23	USD	15,550,000	3,127,277.07	0.40
TOTAL CAYMAN ISLANDS			3,127,277.07	0.40
NETHERLANDS				
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	EUR	68,000,000	22,412,986.30	2.82
LA PERLA FASHION FINANCE BV 7.25% 29-03-23	EUR	162,000,000	61,141,019.18	7.71
SWB FINANCE BV 7.0% 26-07-23	EUR	20,000,000	7,035,205.48	0.89
TENNOR FINANCE BV 5.75% 17-06-24	EUR	106,000,000	27,254,923.29	3.44
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	100,500,000	40,804,927.40	5.15
TOTAL NETHERLANDS			158,649,061.65	20.01
TOTAL Listed bonds and similar securities			161,776,338.72	20.41
TOTAL Bonds and similar securities			191,679,875.77	24.18
Equities and similar securities				
Equities and similar securities not traded in a regulated market or equivalent				
NETHERLANDS				
AVATERA MEDICAL INVESTMENT	EUR	4,564,800	13,557,456.00	1.71
TOTAL NETHERLANDS			13,557,456.00	1.71
TOTAL Equities and similar securities not traded in a regulated market or equivalent			13,557,456.00	1.71
TOTAL Equities and similar securities			13,557,456.00	1.71
Debts representative of securities given in repo			-10.00	0.00
Other temporary transactions				
AVATERA MEDICAL INVESTMENT	EUR	8,096,381	26,718,057.30	3.37
AVATERA MEDICAL INVESTMENT	EUR	56,679,019	7.00	0.00
CIVITAS PROPERTIES FINANCE B V 4.0% 24-11-22	EUR	112,800,000	106,156,477.94	13.40
DEGROS HOLDING BV 6.5% 17-01-23	EUR	18,000,000	17,889,803.27	2.26
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	44,600,000	41,344,022.45	5.22
LA PERLA FASHION HOLDING NV	EUR	23,000,000	1.00	0.00
SWB FINANCE BV 7.0% 26-07-23	EUR	32,000,000	30,290,849.32	3.82
TENNOR FINANCE BV 5.75% 17-06-24	EUR	413,200,000	392,307,799.79	49.49
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	80,000,000	80,174,648.92	10.11
TRENT PETROLEUM FINANCE BV 8.5% 05-12-23	EUR	12,000,000	1.00	0.00
TOTAL Other temporary transactions			694,881,668.99	87.67
Receivables			113,739,654.61	14.34

5. Annual accounts

■ 3.12. PORTFOLIO LISTING OF FINANCIAL INSTRUMENTS IN EUR

Name of security	Currency	Quantity	Market value	% Net Assets
Payables			-229,882,184.36	-29.00
Financial accounts			8,693,003.03	1.10
Net assets			792,669,464.04	100.00



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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