

H₂O Euro Aggregate

ABSOLUTE RETURN BOND FUND

3 FUND HIGHLIGHTS

- 1 Absolute return fund aiming to outperform the daily compounded ESTER rate over a 2-year investment horizon (PRIIPS SRI 3)
- 2 Actively managed fund investing across sovereign and credit bonds as well as currency markets on a global basis.
- 3 Global macro, top-down, and balanced investment approach focusing on arbitrages within and across asset types.

3 MAIN REASONS TO INVEST

H₂O EuroAggregate provides access to H₂O's fixed income and currency expertise with a moderate risk profile (PRIIPS SRI 3). Being an absolute return fund, the objective is to achieve capital appreciation in excess of its cash benchmark. For illustrative purposes, it can be compared to the Bloomberg Euro-Aggregate 3-5Y Total Return.

1 Accessing H₂O's macro views and strategies

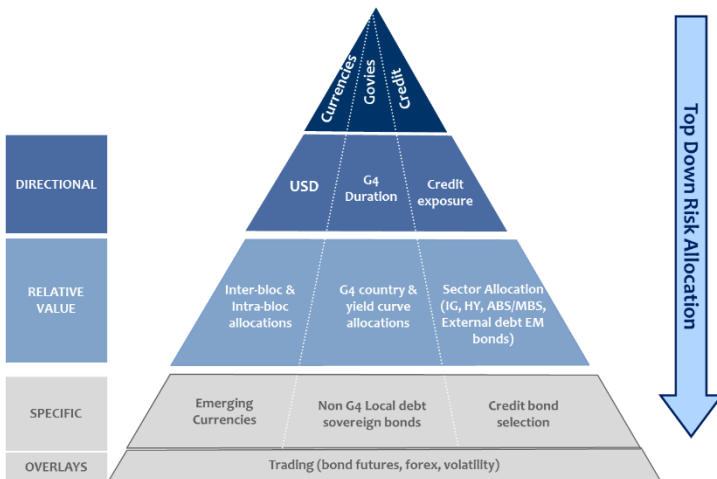
The Fund fully embraces the H₂O's long-term global macro views and implements both directional and relative value strategies on government bond, credit and currency markets. H₂O's top-down views are not only based on macroeconomic fundamentals, but also on an in-depth analysis of valuation and technical factors, such as capital flows and market positioning.

2 Taking advantage of market inefficiencies

Global markets offer regular opportunities based on inefficiencies, across countries and assets, due to market segmentation and regulation. Over the past years, constraints on investors have been steadily growing, leading to even more of these local inefficiencies. Authentic global investors like H₂O can make the most of these recurring value-based arbitrages.

3 Bringing diversification into client fixed income portfolios

H₂O's investment process blends top-down global macro views, with a tactical, bottom-up approach that retains better risk-reward portfolio strategies. The Fund has shown low correlation to traditional asset classes, demonstrating its value in diversifying client portfolios.



3 PROFILE

- | | |
|--|--|
| <ul style="list-style-type: none"> • INVESTMENT OBJECTIVE
To outperform the reference Index | <ul style="list-style-type: none"> • INVESTMENT UNIVERSE
Global sovereign, credit and currency markets |
| <ul style="list-style-type: none"> • FUND LAUNCH DATE
15 April 2011 | <ul style="list-style-type: none"> • DURATION
0 to +6 year |
| <ul style="list-style-type: none"> • INVESTMENT HORIZON
2 years | <ul style="list-style-type: none"> • RISK LIMIT*
Ex-ante VaR ≤ 5% (99%, 20d) |
| <ul style="list-style-type: none"> • CURRENCIES AVAILABLE
EUR | <ul style="list-style-type: none"> • REFERENCE INDEX
ESTER |
| <ul style="list-style-type: none"> • SHARE CLASSES & TYPES AVAILABLE
Institutional – I & SI-B
Retail – R & N | <ul style="list-style-type: none"> • LEGAL STRUCTURE
UCITS,
SICAV FR : H₂O Invest |

* Parametric Value-At-Risk = maximum potential loss that a portfolio may incur over a given time horizon, with a given probability. Ex: if VaR(99%; 20d) = 10% -> over the next 20 days, there is a 99% chance that the portfolio will not lose more than 10% of its value - or, alternatively, that there is only a 1% probability that it will lose more than 10% of its value.

H2O Euro Aggregate

ABSOLUTE RETURN BOND FUND

FUND FEATURES

Daily valuation		I	R	N
		EUR	EUR	EUR
Absolute Return	ISIN	FR0013342540	FR0011007418	FR0012087799
	Allocation income	Accumulation	Accumulation	Accumulation
	Financial management fees	0.50%	1.10%	0.60%
	Performance fee	25 % above reference index (with a HWM)		
	Min initial subscript ^o	100 000	0.0001 of a share	0.0001 of a share

HWM: High Watermark is the minimum level that a fund manager needs to achieve to receive a performance bonus

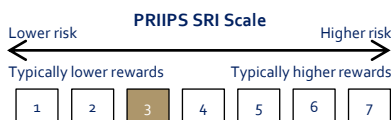
POSITIONING OF THE FUND vs SIMILAR STRATEGY

Internal Risk Limit*	2.5%	5%	10%	20%
Absolute return Bonds & Currencies	<ul style="list-style-type: none"> H2O Largo -> PRIIPS SRI: 2 	<ul style="list-style-type: none"> H2O Adagio -> PRIIPS SRI: 3 H2O Euro Aggregate -> PRIIPS SRI: 3 		<ul style="list-style-type: none"> H2O Allegro -> PRIIPS SRI: 6
Absolute return Bonds, Equities & Currencies		<ul style="list-style-type: none"> H2O MultiEquilibrium -> PRIIPS SRI: 5 	<ul style="list-style-type: none"> H2O Moderato -> PRIIPS SRI: 5 	<ul style="list-style-type: none"> H2O Vivace -> PRIIPS SRI: 6

*Internal Risk Limit : parametric Value-at-Risk (99%, 20D). It might slightly differ from what is in the prospectus.

RISKS

The Fund invests in fixed income and currencies. Fixed income investments are typically sensitive to changes in interest rates. Currency exchange rate changes may adversely impact the value of the Fund. The Fund is subject to specific risks, including Derivatives and Counterparty risks and changing interest rates. An investor's capital will be at risk; you may get back less than you invested. Please refer to the full prospectus for additional details on risks.



Disclaimer

Important note: Investors should consider the investment objectives, risks, charges and expenses of the fund before investing. These pieces of information are detailed in the fund's prospectus and KIID. To obtain these documents, please contact your usual investment advisor or visit our website www.h2o-am.com. All the funds listed above are managed by H2O Asset management

The Management Company, H2O AM EUROPE is authorized and regulated by the Autorité des Marchés Financiers under the AMF agreement number GP-19000011. The AMF Register can be accessed at <https://www.amf-france.org>;

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