



March 2023 - Management Report

H2O MODERATO FCP

Product description

Management concept:	Global macro
Investment universe:	Bonds, equities and currencies
Investment horizon:	3 years
Ex-Ante VaR (99%,20D):	10%
Reference index:	ESTER compounded daily
Legal framework:	Fonds Commun de Placement (FCP)
Inception date:	01/10/2020

Financial characteristics

Share class:	H2O MODERATO FCP R
Investment currency:	EUR
ISIN Code:	FR0010923367
Bloomberg Code:	NH2MORC FP Equity
PRIIPS SRI:	5
Minimum initial subscription:	0.0001 share
Objective:	ESTER compounded daily +1.60%
Fixed fee:	1.20%
Performance fee:	25% > Objective
Entry Fee:	5.00%
Fund AUM EUR:	603,368,875
Share class AUM EUR:	377,645,291
NAV per share EUR:	185.79

Risk indicator (computed using daily data)

	3 years	5 years	ITD
Fund yearly volatility			16.7%
Sharpe ratio			1.0
Semi-variance			12.1%
Sortino Ratio			1.3
Maximum drawdown	-25.87%	from 10/02/2022 to 07/03/2022	
Recovery period	224 days		

General characteristics

	Limit	Current
Modified duration:	[-4;+4]	-0.7
Net equity exposure:	[-15%;+15%]	-2.0%
Average rating:	-	BBB+
Proceed-weighted yield:	-	8.7%

Balance sheet allocation

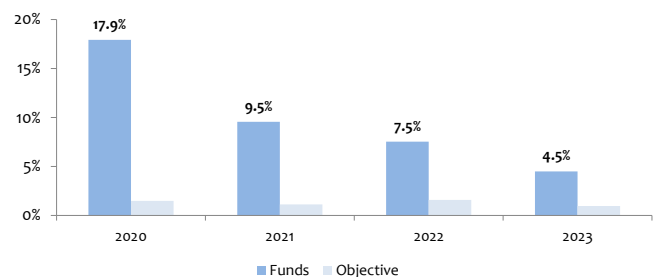
	Long / Short	Net	Gross
Cash & money market		65.2%	-
Mutual funds		2.8%	-
Cash bonds (excluding repos)		31.8%	-
Listed cash equities (excuding CFDs)		0.2%	-
Non-listed cash equities			
Total balance sheet		100.0%	-
Bond futures	169% / -125%	44.9%	293.9%
Repos			
Equity futures	31% / -57%	-25.8%	88.5%
CFDs equities	36% / -13%	23.7%	49.1%
FX (excluding funding currency)	94% / -94%		187.8%

Performance (net of fees)

31/03/2023

	EUR R	Net Return	Objective	Excess Return
1 month		-0.18%	0.35%	-0.53%
3 months		4.48%	0.96%	3.49%
6 months		22.64%	1.65%	20.65%
YTD		4.48%	0.95%	3.49%
1 year		13.60%	2.28%	11.06%
3 years (annual.)				
5 years (annual.)				
ITD (Annual)		16.08%	1.57%	14.29%

Calendar Year Performance



Performance attribution

	Month	2023
Sovereign Bonds	0.7%	0.3%
Currencies	1.3%	3.6%
Corporate Credit	-0.1%	-0.4%
Equities	-2.6%	1.4%
Others	0.3%	0.5%
Fixed Fees	-0.1%	-0.3%
Performance Fees	0.1%	-1.2%
Total net Outperformance	-0.4%	3.9%

ESTER compounded daily	0.2%	0.6%
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Total net Absolute performance	-0.2%	4.5%
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The Fixed Income segment outperformed in March. The bulk of the contribution came from the US steepener position which benefited from the massive fly-to-quality trend on March 8th after the Silicon Valley Bank collapsed. Moderate gains also resulted from the 10Y spread tightening between the US and Japan. On the other hand, investors revised their anticipations for a recession end of this year on the back of the US regional banking system concerns and the Credit Suisse case in Europe. This led to a sharp repricing of rate hike expectations which impacted negatively our G4 duration positioning. The non G4 allocation contributed positively, mainly thanks to the Mexican local bonds.

Foreign Exchange strategies exhibited positive returns. EM FX strengthened against the USD as investors transitioned away from the early march risk-off, reassured by resilient economic releases and well-capitalised EU banks. The marginal directional exposure to the US dollar was neutral. However, Interbloc strategies were negative owing short EURCAD.

The Credit segment came out negative over the month. The fund was not directly exposed to Credit Suisse At1 but was penalized by the contagion effect on the sector over the Swiss regulator decision to allow for the integral write down of Credit Suisse AT1 securities during the UBS takeover. EM external debt added some losses.

Equity strategies posted negative returns in March. The highest contributor to this underperformance is found in the business sector arbitrage which saw EU banks weakened following the banking confidence crisis (i.e., SVB, Credit Suisse, Deutsche Bank) while the market took refuge in defensive stocks and mega techs. However, the long US blue chips vs. small & mid-caps arbitrage was positive. The fund's beta (directional) exposure was further cut in March and did not contribute to performance.

The Fund is a Fonds Commun de Placement (FCP) organized under the laws of France and authorized by the Autorité des Marchés Financiers for sale in France in accordance with the requirements set forth in its prospectus.

Past performance is not a reliable indicator of future performance.

Source: H2O AM. Front Office data.



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H2O MODERATO FCP

H2O MODERATO FCP R 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	16.08%		
FR0010923367 NAVPS: 185.79						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.72%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
2011													
2012													
2013													
2014													
2015													
2016													
2017													
2018													
2019													
2020										1.0%	16.3%	0.3%	17.9%
2021	-2.6%	8.0%	3.7%	-0.7%	3.4%	-0.9%	-1.7%	0.6%	2.8%	0.0%	-4.6%	1.9%	9.5%
2022	7.8%	-9.6%	1.5%	-2.2%	7.2%	-8.3%	-2.8%	3.6%	-4.3%	3.9%	7.9%	4.7%	7.5%
2023	4.0%	0.6%	-0.2%										4.5%

H2O MODERATO FCP SR 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	14.53%		
FR0013393295 NAVPS: 105.82						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.47%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
2011													
2012													
2013													
2014													
2015													
2016													
2017													
2018													
2019													
2020										1.0%	16.2%	0.3%	17.7%
2021	-2.6%	7.7%	2.7%	-0.6%	2.6%	-0.8%	-1.3%	0.4%	2.2%	-0.1%	-4.7%	1.8%	6.9%
2022	7.7%	-9.7%	1.4%	-2.3%	7.1%	-8.3%	-2.8%	3.5%	-4.4%	3.8%	7.9%	4.6%	6.8%
2023	4.0%	0.6%	-0.2%										4.4%

H2O MODERATO FCP I 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	17.27%		
FR0010929836 NAVPS: 101542.34						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.60%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
2011													
2012													
2013													
2014													
2015													
2016													
2017													
2018													
2019													
2020										1.1%	16.5%	0.4%	18.3%
2021	-2.5%	8.1%	3.8%	-0.5%	3.1%	-0.6%	-1.3%	0.7%	2.4%	0.1%	-4.5%	2.0%	10.6%
2022	7.8%	-9.5%	1.6%	-2.1%	7.1%	-8.0%	-2.7%	3.6%	-4.2%	4.0%	8.0%	4.4%	8.5%
2023	4.1%	0.7%	-0.1%										4.8%

H2O MODERATO FCP N 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	15.79%		
FR0013185196 NAVPS: 111.48						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.85%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
2011													
2012													
2013													
2014													
2015													
2016													
2017													
2018													
2019													
2020										1.1%	16.3%	0.3%	17.9%
2021	-2.6%	8.0%	3.7%	-0.6%	3.3%	-0.8%	-1.6%	0.6%	2.7%	-0.2%	-4.6%	1.9%	9.5%
2022	8.0%	-10.0%	1.5%	-2.2%	7.1%	-8.2%	-2.7%	3.6%	-4.3%	3.9%	7.9%	4.2%	6.8%
2023	4.0%	0.6%	-0.1%										4.5%

H2O MODERATO FCP HUSD I(C) 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	17.99%		
FR0013055217 NAVPS: 63644.11						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.99%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
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2013													
2014													
2015													
2016													
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2019													
2020										1.3%	16.6%	0.6%	18.9%
2021	-2.3%	8.2%	3.3%	-0.3%	2.8%	-0.6%	-1.1%	0.6%	2.4%	0.1%	-4.5%	2.1%	10.7%
2022	7.4%	-8.8%	2.1%	-2.0%	6.7%	-7.2%	-2.4%	4.0%	-4.1%	4.2%	7.7%	4.6%	11.0%
2023	4.4%	0.9%	-1.8%										3.5%

H2O MODERATO FCP HCHF R 01/10/20						3Y Perf:	-	5Y Perf:	-	ITD Perf:	15.74%		
FR0011061779 NAVPS: 183.71						3Y Vol:	-	5Y Vol:	-	ITD Vol:	16.71%		
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year
2010													
2011													
2012													
2013													
2014													
2015													
2016													
2017													
2018													
2019													
2020										1.0%	16.5%	0.3%	18.0%
2021	-2.6%	8.0%	3.7%	-0.7%	3.2%	-0.7%	-1.7%	0.6%	2.6%	-0.1%	-4.6%	1.9%	9.4%
2022	7.8%	-9.4%	1.7%	-2.2%	6.7%	-7.9%	-2.7%	3.6%	-4.3%	3.9%	9.6%	2.4%	7.2%
2023	3.9%	0.5%	-0.4%										4.1%

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H2O MODERATO FCP HUSD SR 01/10/20						3Y Perf:		-		5Y Perf:		-		ITD Perf:		15.54%	
FR0013393303 NAVPS: 108.45						3Y Vol:		-		5Y Vol:		-		ITD Vol:		17.18%	
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year				
2010																	
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2019																	
2020										1.1%	16.4%	0.5%	18.2%				
2021	-2.5%	7.6%	2.7%	-0.4%	2.6%	-0.8%	-1.2%	0.4%	2.3%	-0.1%	-4.7%	1.9%	7.5%				
2022	7.8%	-9.5%	1.9%	-2.2%	7.2%	-8.0%	-2.5%	3.9%	-4.3%	4.1%	8.2%	4.7%	9.6%				
2023	4.2%	0.7%	-1.9%										2.9%				

H2O MODERATO FCP HCHF I 01/10/20						3Y Perf:		-		5Y Perf:		-		ITD Perf:		16.99%	
FR0011973643 NAVPS: 62328.94						3Y Vol:		-		5Y Vol:		-		ITD Vol:		16.68%	
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2010																	
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2019																	
2020										1.1%	16.6%	0.4%	18.4%				
2021	-2.5%	8.1%	3.8%	-0.6%	3.0%	-0.6%	-1.4%	0.7%	2.5%	0.1%	-4.5%	2.0%	10.4%				
2022	7.8%	-9.2%	1.8%	-2.1%	6.9%	-8.0%	-2.6%	3.7%	-4.3%	4.0%	9.7%	2.5%	8.5%				
2023	4.0%	0.6%	-0.3%										4.3%				

H2O MODERATO FCP HCHF SR 01/10/20						3Y Perf:		-		5Y Perf:		-		ITD Perf:		14.08%	
FR0013393311 NAVPS: 106.87						3Y Vol:		-		5Y Vol:		-		ITD Vol:		16.55%	
	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year				
2010																	
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2019																	
2020										1.0%	16.4%	0.2%	17.8%				
2021	-2.6%	7.1%	2.7%	-0.6%	2.5%	-0.8%	-1.3%	0.4%	2.2%	-0.1%	-4.7%	1.9%	6.4%				
2022	7.8%	-9.5%	1.6%	-2.3%	7.0%	-8.3%	-2.7%	3.6%	-4.4%	3.8%	9.9%	2.3%	6.7%				
2023	3.9%	0.5%	-0.4%										3.9%				

H2O MODERATO FCP HGBP I 01/10/20						3Y Perf:		-		5Y Perf:		-		ITD Perf:		23.70%	
FR0013185220 NAVPS: 114.47						3Y Vol:		-		5Y Vol:		-		ITD Vol:		19.07%	
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2019																	
2020										1.1%	16.3%	0.5%	18.1%				
2021	-2.5%	8.0%	3.7%	-0.6%	3.5%	-0.9%	-1.7%	0.7%	3.1%		-4.6%	2.0%	10.8%				
2022	9.4%	-10.9%	1.8%	-2.1%	7.4%	-8.2%	-2.6%	3.8%	8.1%	4.1%	8.2%	5.1%	23.8%				
2023	4.2%	0.7%	0.0%										5.0%				

						3Y Perf:		-		5Y Perf:		-		ITD Perf:		-	
						3Y Vol:		-		5Y Vol:		-		ITD Vol:		-	
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	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year				
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