



DWS Investment GmbH

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# DWS Convertibles

## Semiannual Report 2011/2012

# DWS Convertibles

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Semiannual report 2011/2012  
for the period from October 1, 2011, through March 31, 2012,  
(in accordance with article 44 (2) of the German Investment Act (InvG))

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# General information

## Performance

The investment return, or performance, of a mutual fund investment is measured by the change in value of the fund's units. The net asset values per unit (= redemption prices) with the addition of intervening distributions, which are, for example, reinvested free of charge within the scope of investment accounts at DWS, are used as the basis for calculating the value; in the case of domestic reinvesting funds, the domestic investment income tax - following any deduction of foreign withholding tax - plus solidarity surcharge charged by the fund are added. Performance is calculated in accordance with the "BVI method". Past performance is not a guide to future results. The corresponding benchmarks – if available – are also

presented in the report. All financial data in this publication is **as of March 31, 2012** (unless otherwise specified).

## Sales prospectuses

The sole binding basis for a purchase are the current version of the sales prospectus including Terms of Contract and the "Key Investor Information" document, which are available from DWS, any branch of Deutsche Bank AG as well as from other paying agents.

## All-in fee

The all-in fee does not include the following expenses:

a) any costs that may arise in connection with the acquisition and disposal of assets;

b) any taxes that may arise in connection with administrative and custodial costs;

c) the costs of asserting and enforcing the legal claims of the investment fund.

The details of the fee structure are set forth in the current sales prospectus.

## Issue and redemption prices

Each exchange trading day on the Internet:

[www.dws.com](http://www.dws.com)

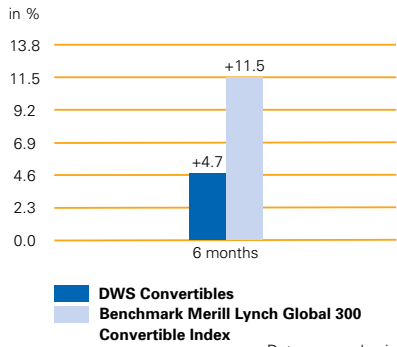
2011

**Semiannual report**

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# DWS Convertibles

## DWS CONVERTIBLES vs. benchmark Performance at a glance

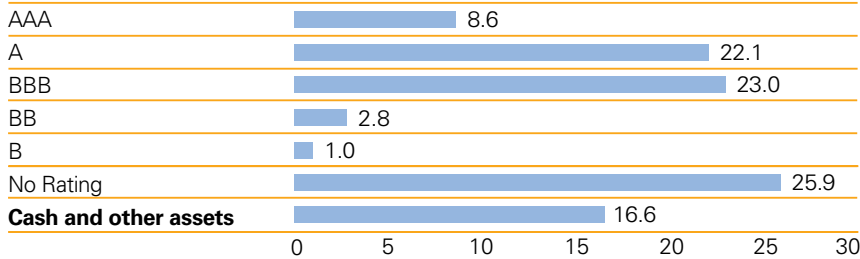


"BVI method" performance, i.e., excluding the initial sales charge. Past performance is no guide to future results.

As of: March 31, 2012

## DWS CONVERTIBLES Rating distribution of the bonds in the portfolio\*

**Bonds 83.4% (March 31, 2012)**



■ In % of the fund's net assets  
(incl. pro-rata accrued interest)

\*Average values based primarily on ratings by Standard & Poor's, Moody's and Fitch

AAA Extremely strong capacity to pay interest and repay principal  
 AA Very strong capacity to pay interest and repay principal  
 A Strong capacity to pay interest and repay principal  
 BBB Adequate capacity to pay interest and repay principal. Adverse economic or sector-specific conditions are more likely to lead to a weakened capacity to pay interest and repay principal.

BB to B Credit quality is adequate, with higher business and financial risk. Interest and principal payments are generally made without adverse effect on credit quality. The non-investment-grade rating is consistent with the company's business model.  
 CCC and lower The rating is not consistent with the company's long-term business model. The capacity to pay interest and repay principal is potentially reduced in the long term.

Security code: 847 426

ISIN: DE0008474263

As of: March 31, 2012

The format used for complete dates in securities descriptions in the investment portfolio is "day/month/year".

# Investment portfolio for the reporting period

# DWS Convertibles

## Investment portfolio – March 31, 2012

Description	Count currency (- / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets
<b>Securities traded on an exchange</b>						<b>330 483 352.75</b>	<b>57.92</b>
<b>Equities</b>							
Potash Corp. of Saskatchewan (CA73755L1076) .....	Count	125 000	150 000	25 000	CAD 44.9600	4 221 678.70	0.74
Deutsche Börse Reg. (DE0005810055) .....	Count	115 000	165 000	50 000	EUR 50.1300	5 764 950.00	1.01
Vivendi (FR0000127771) .....	Count	600 000	600 000		EUR 13.7600	8 256 000.00	1.45
5% MetLife Pref. (US59156R1169) .....	Count	100 000	100 000		USD 70.2500	5 261 226.45	0.92
6 % Apache Pref. Cv. (US0374118083) .....	Count	500 000	200 000		USD 55.0900	20 629 250.17	3.62
Hess (US42809H1077) .....	Count	100 000	110 000	10 000	USD 58.4300	4 375 992.33	0.77
JPMorgan Chase & Co. (US46625H1005) .....	Count	125 000	125 000		USD 45.6700	4 275 448.61	0.75
<b>Interest-bearing securities</b>							
0.2500 % adidas 12/14.06.19 (DE000A1ML0D9) <sup>3)</sup> .....	EUR	4 400	4 400		% 100.8250	4 436 300.00	0.78
1.5000 % KfW 09/30.07.14 Cv S.DPW (DE000A0Z2QNO) <sup>3)</sup> .....	EUR	13 000	5 000	4 000	% 115.0000	14 950 000.00	2.62
3.2500 % KfW/Deutsche Telekom 08/27.06.13 Cv (DE000A0E9DE7) .....	EUR	12 000	12 000		% 102.8750	12 345 000.00	2.16
0.5000 % Solidium/TeliaSonera 12/29.09.15 Reg S Cv (XS0761797868) .....	EUR	8 000	8 000		% 99.5500	7 964 000.00	1.40
0.3000 % AEON 09/22.11.13 No.7 Cv (JP338820Q9B0)	JPY	500 000		250 000	% 122.6250	5 589 021.27	0.98
0.0000 % Asahi Glass 09/14.11.14 Cv (XS0470416784)	JPY	600 000	250 000	400 000	% 101.0625	5 527 490.76	0.97
0.0000 % Asahi Group Holdings 08/26.05.28 Cv (XS0364004712) .....	JPY	1 750 000	500 000		% 106.3750	16 969 316.86	2.97
0.0000 % KDDI 11/14.12.15 Cv. (XS0707828470) .....	JPY	2 640 000	2 640 000		% 107.2600	25 812 404.18	4.52
0.0000 % Nidec10/18.09.15 Cv (XS0511612623) .....	JPY	1 800 000			% 103.0500	16 908 583.97	2.96
0.0000 % Takashimaya Co. 09/14.11.14 Cv (XS0461804535) .....	JPY	1 400 000			% 106.1200	13 542 910.68	2.37
2.8750 % Capitaland 09/03.09.16 Cv (XS0444106644) ..	SGD	15 000		15 000	% 97.3750	8 704 076.59	1.53
4.0000 % Anglo American 09/07.05.14 Cv (XS0424806734) .....	USD	16 000	5 000	4 000	% 139.5804	16 725 730.21	2.93
0.0000 % AU Optronics 10/13.10.15 Cv (XS0530879492) .....	USD	17 000			% 84.5000	10 758 365.54	1.89
0.0000 % Hon Hai Precision Industry 10/12.10.13 Cv (XS0547488840) <sup>3)</sup> .....	USD	25 000			% 104.5000	19 565 770.95	3.43
2.6250 % Lukoil Int. Finance/Lukoil 10/16.06.15 Cv (XS0563898062) .....	USD	16 000	4 000		% 107.6076	12 894 472.90	2.26
3.2500 % Qiagen Finance 06/16.05.26 Cv (XS0254367179) .....	USD	17 500	7 500		% 110.7824	14 519 427.22	2.54
1.7500 % SK Telecom 09/07.04.14 Cv (XS0419188296) .....	USD	8 000	8 000		% 106.8500	6 401 845.36	1.12
7.2500 % ArcelorMittal 09/01.04.14 Cv (XS0420253212) .....	Count	650 000	100 000	100 000	EUR 23.8150	15 479 750.00	2.71
4.2500 % Artemis Obligations 09/01.01.15 Cv (FR0010814731) <sup>3)</sup> .....	Count	170 000			EUR 55.0750	9 362 750.00	1.64
2.5000 % Atos 09/01.01.16 Cv (FR0010816280) .....	Count	200 000	52 000		EUR 54.3500	10 870 000.00	1.90
3.5000 % Cap Gemini 09/01.01.14 Cv (FR0010748905) ..	Count	350 000			EUR 39.7538	13 913 830.00	2.44
1.7500 % CGG Veritas 11/01.01.16 Cv (FR0010998005) ..	Count	200 000		130 000	EUR 30.0200	6 004 000.00	1.05
2.5000 % Nexans 12/01.01.19 MTN Cv (FR0011208115) .....	Count	119 000	119 000		EUR 71.0400	8 453 760.00	1.48
<b>Securities that are admitted or included in organized markets</b>						<b>168 425 784.12</b>	<b>29.51</b>
<b>Interest-bearing securities</b>							
0.8750 % Archer-Daniels-Midland 07/15.02.14 Cv (US039483AW22) .....	USD	13 000			% 102.2500	9 955 139.15	1.74
1.7500 % EMC 06/01.12.13 Cv (US268648AM47) .....	USD	5 000	8 000	3 000	% 186.5000	6 983 763.22	1.22
2.0000 % GoldCorp 09/01.08.14 144a Cv (US380956AB80) .....	USD	21 500	4 000	4 500	% 120.2500	19 362 623.95	3.39
2.9500 % Intel 05/15.12.35 Cv (US458140AD22) .....	USD	20 000		19 000	% 115.3750	17 281 537.40	3.03
1.7500 % Kinross Gold 08/15.03.28 Cv (US496902AD95) .....	USD	10 000		10 000	% 99.1250	7 423 759.02	1.30
0.0000 % Microsoft 10/15.06.13 Cv 144a (US594918AE49) <sup>3)</sup> .....	USD	26 000	6 000	11 000	% 109.7500	21 370 689.91	3.75
1.6250 % Newmont Mining 07/15.07.17 Cv (US651639AJ57) .....	USD	20 500	9 000	4 500	% 132.5000	20 342 784.82	3.57
0.0000 % Omnicom Group 08/31.07.32 Cv (US681919AV83) .....	USD	7 000	7 000		% 102.6250	5 380 118.93	0.94
4.7500 % Peabody Energy 06/15.12.66 Cv (US704549AG98) .....	USD	8 000			% 95.7500	5 736 796.38	1.01



## DWS Convertibles

Description	Count currency (- / '000)	Quantity/ principal amount	Purchases/ additions in the reporting period	Sales/ disposals	Market price	Total market value in EUR	% of net assets
1.0000 % Symantec 06/15.06.13 Cv (US871503AF58) ..	USD	25 000	25 000		% 112.0000	20 970 012.88	3.67
0.2500 % Teva Pharmaceutical Finance Co. 06/ 01.01.26 Cv (US88163VAE92) .....	USD	25 000	25 000		% 109.8750	20 572 144.33	3.61
<b>Securitized money market instruments</b>							
0.0000 % Bristol-Myers Squibb 03/15.09.23 Cv (US110122AN86) .....	USD	18 000			% 96.7783	13 046 414.13	2.29
<b>Unlisted securities</b>						<b>2 326 361.45</b>	<b>0.41</b>
<b>Interest-bearing securities</b>							
0.0000 % Fukuyama Transporting 12/22.03.17 Cv (XS0755481339) .....	JPY	250 000	250 000		% 102.0823	2 326 361.45	0.41
<b>Total securities portfolio</b>						<b>501 235 498.32</b>	<b>87.84</b>
<b>Derivatives</b>							
Minus signs denote short positions							
<b>Currency derivatives</b>						<b>1 623 949.66</b>	<b>0.28</b>
<b>Currency futures (long)</b>							
<b>Closed positions</b>							
EUR/JPY 35.00 million .....						1 623 949.66	0.28
<b>Cash and non-securitized money market instruments</b>						<b>66 752 853.06</b>	<b>11.70</b>
<b>Cash at bank</b>							
<b>Demand deposits at Custodian</b>							
EUR deposits .....	EUR	20 075 756.75			% 100	20 075 756.75	3.52
Deposits in other EU/EEA currencies .....	EUR	2 002 272.53			% 100	2 002 272.53	0.35
Deposits in non-EU/EEA currencies							
Australian dollar .....	AUD	13.10			% 100	10.21	0.00
Canadian dollar .....	CAD	105 870.53			% 100	79 528.71	0.01
Swiss franc .....	CHF	2 417 370.26			% 100	2 006 441.09	0.35
Japanese yen .....	JPY	489 092 082.00			% 100	4 458 382.95	0.78
Singapore dollar .....	SGD	10 010 547.83			% 100	5 965 430.90	1.05
U.S. dollar .....	USD	42 948 034.55			% 100	32 165 029.92	5.64
<b>Other assets</b>						<b>1 426 182.79</b>	<b>0.25</b>
Interest receivable .....	EUR	1 381 756.41			% 100	1 381 756.41	0.24
Withholding tax claims .....	EUR	14 467.61			% 100	14 467.61	0.00
Other receivables .....	EUR	29 958.77			% 100	29 958.77	0.01
<b>Other liabilities</b>						<b>-417 272.81</b>	<b>-0.07</b>
Liabilities from cost items .....	EUR	-402 293.24			% 100	-402 293.24	-0.07
Additional other liabilities .....	EUR	-14 979.57			% 100	-14 979.57	0.00
<b>Net assets</b>						<b>570 621 211.02</b>	<b>100.00</b>
Net asset value per unit						118.13	
Number of units outstanding						4 830 367.905	
Negligible rounding errors may have arisen due to the rounding of calculated percentages.							

### Exchange rates (indirect quotes)

As of March 30, 2012

Australian dollar .....	AUD	1.283298	= EUR	1
Canadian dollar .....	CAD	1.331224	= EUR	1
Swiss franc .....	CHF	1.204805	= EUR	1
Japanese yen .....	JPY	109.701676	= EUR	1
Singapore dollar .....	SGD	1.678093	= EUR	1
U.S. dollar .....	USD	1.335240	= EUR	1

## DWS Convertibles

### Notes on the valuation

The Custodian shall determine the value with the participation of the investment company. The Custodian generally bases its valuation on external sources.

If no trading prices are available, prices are determined with the aid of valuation models (derived market values) which are agreed between the Custodian and the investment company and which are based as far as possible on market parameters. This procedure is subject to an ongoing monitoring process. The plausibility of price information from third parties is checked through other pricing sources, model calculations or other suitable procedure.

Investments reported in this report are not valued at derived market values.

### Footnotes

3) These securities were completely or partly transferred under securities loans. The equivalent value of the lent securities is EUR 31,497,006.19.

### Transactions completed during the reporting period that no longer appear in the investment portfolio

#### Purchases and sales of securities, investment fund units and promissory note loans (Schuldscheindarlehen); market classifications are as of the reporting date

Description	Count currency (- / '000)	Purchases/ additions	Sales/ disposal
<b>Securities traded on an exchange</b>			
<b>Equities</b>			
Agnico-Eagle Mines (CA0084741085).....	Count	240 000	240 000
Barrick Gold (CA0679011084) .....	Count	205 000	205 000
Allianz SE (DE0008404005).....	Count	110 000	110 000
AXA (FR0000120628) .....	Count	850 000	850 000
Bayer (DE000BAY0017) .....	Count		135 000
Deutsche Boerse New (applied for tender) (DE000A1KRND6) .....	Count	110 000	225 000
Deutsche Telekom Reg. (DE0005557508).....	Count		875 000
France Telecom (FR0000133308).....	Count	125 000	600 000
ING Groep CVA (NL0000303600).....	Count	1 400 000	1 400 000
PostNL (NL0009739416) .....	Count		1 750 000
Total (FR0000120271).....	Count	10 000	185 000
BG Group (GB0008762899).....	Count	100 000	400 000
Eli Lilly & Co. (US5324571083).....	Count	15 000	180 000
Teva Pharmaceutical Industries ADR (US8816242098) .....	Count		215 000
<b>Interest-bearing securities</b>			
0.0000 % Yamada Denki Co. 08/31.03.15 Cv (XS0349621119) .....	JPY		1 500 000
3.7500 % AXA 00/01.01.17 Cv (FR0000180994).....	Count		60 000
<b>Securitized money market instruments</b>			
1.6250 % BES Finance / Banco Bradesco 10/ 15.04.13 Cv (XS0498718724).....	USD		9 000
1.5000 % Nexans 06/01.01.13 Cv (FR0010354670) .....	Count		100 000
<b>Securities that are admitted or included in organized markets</b>			
<b>Interest-bearing securities</b>			
0.0000 % Danaher 01/22.01.21 Cv (US235851AF96).....	USD	2 000	2 000
3.8750 % Jefferies Group 09/01.11.29 Cv (US472319AG74) .....	USD		22 500
<b>Securitized money market instruments</b>			
0.6250 % Gilead Sciences 06/01.05.13 Cv (US375558AH60) .....	USD		34 000
1.5000 % Life Technologies 04/15.02.24 Cv (US46185RAK68) .....	USD	5 000	13 000

#### Derivatives (option premiums realized in opening transactions, or total options transactions; in the case of warrants, purchases and sales are shown)

	Value ('000)
<b>Currency futures</b>	
<b>Futures contracts to purchase currencies</b>	
EUR/JPY	EUR 139 846
EUR/USD	EUR 180 093
<b>Securities loans (total transactions, at the value agreed at the closing of the loan contract)</b>	
Perpetual	EUR 29 585

(Security description: 1.5000 % KfW 09/30.07.14 Cv S.DPW, 7.2500 % ArcelorMittal 09/01.04.14 Cv, 4.2500 % Artemis Obligations 09/01.01.15 Cv, 3.7500 % AXA 00/01.01.17 Cv Deutsche Telekom Reg., France Telecom, Total, 0.0000 % Microsoft 10/15.06.13 Cv 144a)

### **Investment Company**

DWS Investment GmbH  
D-60612 Frankfurt/Main  
Liable equity capital as of December 31, 2011:  
EUR 117.5 million  
Subscribed and paid-in capital as of  
December 31, 2011: EUR 115 million

### **Supervisory Board**

Dr. Hugo Bänziger  
Former member of the Executive Board of  
Deutsche Bank AG, Frankfurt/Main  
Chairman

Arne Wittig  
Deutsche Bank AG, Frankfurt/Main  
Vice-Chairman

Dr. Roland Folz  
Deutsche Bank AG,  
Frankfurt/Main

Dr. Stefan Marcinowski  
Former member of the Executive Board of  
BASF SE,  
Ludwigshafen

Dr. Edgar Meister  
Former member of the Executive Board of the  
Deutsche Bundesbank,  
Frankfurt/Main

Friedrich von Metzler  
Partner in the banking firm  
B. Metzler seel. Sohn & Co. KGaA,  
Frankfurt/Main

Prof. Dr. jur. Dr. h. c. Reinfried Pohl  
Chairman of the Management Board of  
Deutsche Vermögensberatung AG,  
Frankfurt/Main

Thomas Rodermann  
Deutsche Bank AG,  
Frankfurt/Main

Christian Strenger  
Frankfurt/Main

### **Custodian**

State Street Bank GmbH  
Brienner Straße 59  
D-80333 München  
Liable equity capital as of December 31, 2011:  
EUR 1,327.30 million  
Subscribed and paid-in capital as of  
December 31, 2011: EUR 108 million

### **Management**

Wolfgang Matis  
Managing Director of  
DWS Holding & Service GmbH,  
Frankfurt/Main  
Chairman of the Board of Directors of  
DWS Investment S.A., Luxembourg

Holger Naumann  
Managing Director of  
DWS Holding & Service GmbH,  
Frankfurt/Main

Dr. Asoka Wöhrmann  
Managing Director of  
DWS Holding & Service GmbH,  
Frankfurt/Main  
Managing Director of  
DWS Finanz-Service GmbH,  
Frankfurt/Main

### **Shareholder of DWS Investment GmbH**

DWS Holding & Service GmbH,  
Frankfurt/Main

**DWS Investment GmbH**

D-60612 Frankfurt/Main

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