

Kapitalfonds L.K.

Prospectus
including fund management regulations

Last revised: December 2010

GS&P Kapitalanlagegesellschaft S.A.

Contents

Management and administration	4
Prospectus	6
1. Introduction	6
2. Fund management regulations.....	7
3. Fund management company.....	7
4. Registrar and transfer agent, central administrative agent and paying agent.....	8
5. Investment objectives and policy.....	9
6. Investment policy and investment limits	12
7. Depositary	12
8. Purchase, redemption and exchange of units	13
9. Contacts (asset value, issue price, redemption price).....	14
10. Information provided for unit holders.....	14
11. Prevention of market timing and late trading practices.....	15
12. Taxes	15
13. Additional information.....	16
Annexes to the prospectus	17
Euro-Anleihen-Unterfonds.....	17
Deutschland aktiv-Unterfonds	18
EuroRentenAktiv-Unterfonds.....	20
Schwellenländer-Unterfonds	22
Global Value-Unterfonds	24
Family Business-Unterfonds	26
Aktien Europa-Unterfonds.....	28
Aktien-Global-Dividends-Unterfonds	30
GAP-Unterfonds.....	33
Global Markets-Unterfonds	35
Golden Gate International Trends-Unterfonds	37
Euro Konzept-Unterfonds.....	39
Fund Management Regulations	41
Article 1 The fund	41
Article 2 Fund management company.....	42
Article 3 Depositary	42
Article 4 Registrar and transfer agent	43
Article 5 General investment principles and investment limits	43
Article 6 Techniques and instruments.....	47

Article 7	Fund units.....	49
Article 8	Issuance of units.....	49
Article 9	Calculation of unit price	50
Article 10	Suspension of the calculation of the unit price	51
Article 11	Redemption of units	51
Article 12	Exchange of units.....	51
Article 13	Financial year and auditing.....	52
Article 14	Duration and liquidation of the fund and the sub-funds	52
Article 15	Merger of sub-funds	53
Article 16	Expenses and general costs	53
Article 17	Time limits and presentation deadlines	54
Article 18	Amendments to the fund management regulations and publication of the amendments	54
Article 19	Publication of other information	54
Article 20	Applicable law, place of jurisdiction and contract language.....	55
Article 21	Effective date.....	55

Management and administration

Fund management company	GS&P Kapitalanlagegesellschaft S.A. 74, route de Luxembourg 6633 Wasserbillig, Grand Duchy of Luxembourg
Board of directors of the fund management company	Dr. Harald Glocker GS&P Institutional Management GmbH Königsallee 60 40212 Düsseldorf, Germany Silke Büdinger HSBC Trinkaus Investment Managers SA Findel-Golf, Grand Duchy of Luxembourg Claude Niedner Partner, Arendt & Medernach Luxembourg, Grand Duchy of Luxembourg
Senior management	Dr. Harald Glocker GS&P Institutional Management GmbH Königsallee 60 40212 Düsseldorf, Germany Rainer Lemm Wasserbillig, Grand Duchy of Luxembourg
Auditors	KPMG Audit S.à r.l. Réviseurs d'Entreprises 9, allée Scheffer 2520 Luxembourg
Depositary, registrar and transfer agent	HSBC Trinkaus & Burkhardt (International) SA 8, rue Lou Hemmer 1748 Findel-Golf, Grand Duchy of Luxembourg
Central administrative agent	HSBC Trinkaus Investment Managers SA 8, rue Lou Hemmer 1748 Findel-Golf, Grand Duchy of Luxembourg
Paying agent	<i>In Luxembourg:</i> HSBC Trinkaus & Burkhardt (International) SA 8, rue Lou Hemmer 1748 Findel-Golf, Grand Duchy of Luxembourg
Selling agents	The board of directors may appoint selling agents in different countries for individual sub-funds. Such selling agents and the countries involved are specified for the sub-funds concerned in the relevant annex to the Prospectus.
Legal advisers	Arendt & Medernach 14, rue Erasme 2082 Luxembourg

The issuance of information or statements that are different from those set out in the Full Prospectus, Simplified Prospectus or Fund Management Regulations is not permitted. GS&P Kapitalanlagegesellschaft S.A. shall have no liability if information or statements are issued that are different from those set out in this Full Prospectus, or those in the Simplified Prospectus or Fund Management Regulations.

The Full Prospectus, Simplified Prospectus and Fund Management Regulations shall only be valid in conjunction with the last annual report and, if the balance sheet date of the last annual report dates back more than eight months, additionally in conjunction with the latest half-yearly report.

The Full Prospectus, Simplified Prospectus and the relevant annual and half-yearly reports may be obtained free of charge from the registered office of the Fund Management Company, Depositary, information offices or the Selling Agents.

Prospectus

Kapitalfonds L.K.

1. Introduction

The investment fund described in this Prospectus, Kapitalfonds L.K. (the "Fund"), is an investment fund (*fonds commun de placement*) established by GS&P Kapitalanlagegesellschaft S.A. (formerly Luxemburger Kapitalanlagegesellschaft S.A.) (the "Fund Management Company") in accordance with part I of the Luxembourg Law of 30 March 1988 on undertakings for collective investment. On 30 December 2005, the Fund was modified in order to comply with the Luxembourg Law of 20 December 2002, part I, on undertakings for collective investment. The Fund offers investors the opportunity to own units in a fund established in accordance with Luxembourg law.

The Fund is a legally independent collective investment held by all unit holders in the Fund and is managed by the Fund Management Company in its own name but for the account of the unit holders. The Fund Management Company invests the deposited monies in its own name for the joint account of the unit holders and in accordance with the principle of risk-spreading. The invested monies, and the assets purchased with these monies, form the Fund assets and these Fund assets are managed separately from the assets of the Fund Management Company itself. The unit holders have a holding in the Fund assets equivalent to the value of their units.

Within this one Fund, investors are offered one or more sub-funds (Sub-funds), the monies in which are invested in assets (in particular, transferable securities) in accordance with the individual investment policy of the Sub-funds concerned; these Sub-funds may also hold cash.

Within each Sub-fund, various "unit classes" with different features may also be issued, such unit classes to be defined by the board of directors at an appropriate time. The features may include, for example, a specified distribution or reinvestment policy, a particular fee structure or other specific features as determined by the board of directors and specified for each Sub-fund in the annex to the Prospectus.

The investment policy for the individual Sub-funds can be found in the annexes to this Prospectus. The Fund Management Company specifies the investment policy for each Sub-fund and has the right to add further Sub-funds or liquidate existing Sub-funds. All unit holders are informed of any such changes by means of an updated Prospectus.

Currently, investors are offered the following Sub-funds, all of which have been established for an indefinite period:

- Kapitalfonds L.K. Euro-Anleihen-Unterfonds
- Kapitalfonds L.K. Deutschland aktiv-Unterfonds
- Kapitalfonds L.K. EuroRentenAktiv-Unterfonds
- Kapitalfonds L.K. Schwellenländer-Unterfonds
- Kapitalfonds L.K. Global Value-Unterfonds
- Kapitalfonds L.K. Aktien Europa-Unterfonds
- Kapitalfonds L.K. Family Business-Unterfonds
- Kapitalfonds L.K. Aktien-Global-Dividends-Unterfonds
- Kapitalfonds L.K. GAP-Unterfonds
- Kapitalfonds L.K. Global Markets-Unterfonds
- Kapitalfonds L.K. Golden Gate International Trends-Unterfonds
- Kapitalfonds L.K. Euro Konzept-Unterfonds

All the rights and obligations of the unit holders in one Sub-fund are separate from the rights and obligations of unit holders in the other Sub-funds. Each Sub-fund is treated as an independent unit in relationships with third parties and in relationships between unit holders. In this sense, each Sub-fund is responsible solely for its own liabilities allocated to the Sub-fund in the calculation of net asset value.

The financial year ends on 30 June.

The assets of the Fund (comprising the assets of the different Sub-funds) are stated in euros.

Fund units may be purchased, redeemed or exchanged in accordance with articles 8, 11 and 12 of the Fund Management Regulations via the Registrar and Transfer Agent, Depositary, Selling Agents or Paying Agent on any Valuation Day (as defined in article 9 of the Fund Management Regulations). Units are purchased, redeemed or exchanged in the currency of the Sub-fund concerned, as specified for each Sub-fund in the relevant annex to the Prospectus.

Units are offered on the basis of the information and descriptions in this Prospectus and in the documents referred to in the Prospectus. Any description by any other person or entity must be treated as inadmissible.

This Prospectus shall not be deemed to be an offer or promotion in those jurisdictions in which an offer or promotion of this kind is not permitted or in which persons who distribute an offer or promotion of this kind are not authorised to do so or in which it is against the law for persons to receive an offer or promotion of this kind.

Potential purchasers must themselves ensure that they obtain information on the legal requirements, currency stipulations and taxes applicable in the country of their domicile or citizenship.

The information in this Prospectus is provided in accordance with applicable law and customary practice in the Grand Duchy of Luxembourg and may be amended within this framework.

2. Fund management regulations

The Fund will be managed by the Fund Management Company in accordance with the Fund Management Regulations which form an integral part of this Prospectus. The applicable Fund Management Regulations, together with any existing amendments to these regulations, are entered in the Luxembourg commercial register and come into force on the day they are signed unless otherwise specified.

The Fund Management Regulations for this Fund were first published on 19 September 1996 in the *Mémorial C, Recueil des Sociétés et Associations*, the Official Journal of the Grand Duchy of Luxembourg, (hereinafter referred to as "*Mémorial*") and on the same date entered in the Luxembourg commercial register where copies may be obtained subject to the payment of a fee.

The currently applicable Fund Management Regulations came into force on 22 December 2010 and have been entered in the Luxembourg commercial register. A reference to the entry in the Luxembourg commercial register was published in the *Mémorial* on 17 January 2011.

The text of the Fund Management Regulations may also be obtained on request and free of charge from the registered office of the Fund Management Company.

The contractual rights and obligations of the Fund Management Company, Depositary and unit holders, together with the general investment guidelines applicable to the Fund, are described in the Fund Management Regulations.

3. Fund management company

The Fund Management Company is GS&P KAPITALANLAGEGESELLSCHAFT S.A., a public limited company under the law of the Grand Duchy of Luxembourg established on 9 August 1996 for an indefinite period. Its registered office is situated at 74, route de Luxembourg, 6633 Wasserbillig, Grand Duchy of Luxembourg. The memorandum and articles of association for this company were first published in the *Mémorial* on 6 September 1996 and are entered in the Luxembourg commercial register. The most recent amendments to the memorandum and articles of association were published in the *Mémorial*, number 1347, on 13 July 2009.

The Fund Management Company is entered in the Luxembourg commercial register under reference number B-55 855.

The financial year of the Fund Management Company runs from 1 July in one year to 30 June in the subsequent year.

As at 31 December 2009, the Fund Management Company's capital amounted to €200,000.00 divided into eight thousand (8,000) shares each with a value of €25.00 and was fully paid up.

The Fund Management Company may undertake all transactions and actions in support of the object of the company, taking into account the limitations specified in section 13 of the Law of 20 December 2002 on undertakings for collective investment and in the Luxembourg Law of 10 August 1915 on commercial companies, including subsequent amendments to this law.

The Fund Management Company defines the investment policy for the Fund. In connection with the management of the assets of each Sub-fund, the Fund Management Company may – at its own discretion, subject to its own monitoring and control, and at its own expense – make use of the services of an investment adviser. The Fund Management Company is not bound by any investment recommendations made by the investment adviser; the Fund Management Company holds sole responsibility for any decisions on the investment of monies deposited in each Sub-fund.

The Fund Management Company may – at its own expense – appoint an investment manager for the individual Sub-funds.

The activities of the investment manager with regard to the individual Sub-funds are monitored on an ongoing basis by the Fund Management Company, which remains responsible for such activities.

The investment manager may delegate his/her duties either wholly or in part but remains responsible for these duties and for any costs arising as a result. If such delegation of duties occurs, the change must be notified by means of an amendment to this Prospectus.

4. Registrar and transfer agent, central administrative agent and paying agent

4.1 Registrar and transfer agent, paying agent

The Fund Management Company has appointed HSBC Trinkaus & Burkhardt (International) SA, whose registered office is situated at 8, rue Lou Hemmer, 1748 Findel-Golf, Grand Duchy of Luxembourg, as the registrar and transfer agent (“Registrar and Transfer Agent”) for the Fund under a depositary, registrar, transfer agent and paying agent agreement. The agreement has been entered into for an indefinite period and may be terminated in writing by either party to the agreement subject to a notice period of three months.

HSBC Trinkaus & Burkhardt (International) SA is a public limited company under Luxembourg law; its registered office is situated at 8, rue Lou Hemmer, Findel-Golf, Grand Duchy of Luxembourg. It is a subsidiary of HSBC Trinkaus & Burkhardt AG and was established in Luxembourg on 5 January 1977. As at 31 December 2009, its liable equity capital was €92 million.

The Registrar and Transfer Agent is responsible for processing subscription and redemption applications, managing the register of units, delivering unit certificates and receiving unit certificates returned for the purposes of replacement or redemption.

In return for providing the services, the Registrar and Transfer Agent receives a monthly fee payable at the end of the accounting period. This fee is taken from the average net Fund assets and is included in a global fee (the “Service Fee”), as specified in the annexes to the Prospectus.

In addition, the Fund Management Company has – under the depositary, registrar, transfer agent and paying agent agreement – appointed HSBC Trinkaus & Burkhardt (International) SA as the paying agent for the Fund in Luxembourg (the “Paying Agent”).

4.2 Central administrative agent

The Fund Management Company has also appointed HSBC Trinkaus Investment Managers SA as the central administrative agent (the “Central Administrative Agent”) for the Fund under a central administrative agent agreement. The agreement has been entered into for an indefinite period and may be terminated in writing by either party to the agreement subject to a notice period of three months.

HSBC Trinkaus Investment Managers SA is a public limited company under Luxembourg law. It was established on 19 September 1989 in Luxembourg city for an indefinite period. The registered office of the Central Administrative Agent is situated at 8, rue Lou Hemmer, 1748 Findel-Golf, Grand Duchy of Luxembourg. The shareholders in the Central Administrative Agent are HSBC Global Asset Management (Deutschland) GmbH, Düsseldorf, (formerly, HSBC Investments Deutschland GmbH, Düsseldorf) and HSBC Trinkaus & Burkhardt (International) SA. The object of

the company is to establish and manage undertakings for collective investment under the law of the Grand Duchy of Luxembourg. The memorandum and articles of association of the Central Administrative Agent were originally published in the *Mémorial* on 5 February 1990. Subsequent amendments were published on 21 July 1999 and 4 February 2004. The most recent amendment to the memorandum and articles of association came into force on 6 September 2005 and was published in the *Mémorial* on 16 September 2005. The Central Administrative Agent is entered in the Luxembourg commercial register under reference number B 31.630. As at 31 December 2009, the Central Administrative Agent's equity amounted to €3,678,000.00.

In its role as the Central Administrative Agent, HSBC Trinkaus Investment Managers SA has been appointed to manage the books and records of the Fund in accordance with generally accepted accounting principles and Luxembourg law, calculate unit prices under the supervision of the Fund Management Company, prepare the annual accounts and half-yearly accounts for the Fund and prepare for the auditors the annual report and accounts (together with the half-yearly report) in accordance with the laws of the Grand Duchy of Luxembourg and the regulations issued by the Luxembourg supervisory authority, and to carry out all other duties that fall within the responsibility of the Central Administrative Agent.

In return for providing the services, the Central Administrative Agent receives a monthly fee payable at the end of the accounting period. This fee is taken from the Fund assets and is included in a global fee (the "Service Fee"), as specified in the annexes to the Prospectus.

Fund accounting

The Central Administrative Agent has outsourced the Fund accounting to Internationale Kapitalanlagegesellschaft mbH, Yorckstrasse 21, 40476 Düsseldorf, Germany.

5. Investment objectives and policy

The Fund Management Company intends to purchase for the Fund only assets that promise returns and/or growth with the objective of generating a reasonable, steady increase in value.

Instead of purchasing such assets, the Fund Management Company may also hold cash for each of the Sub-funds described in the annexes to the Prospectus.

Some of the Sub-funds may be invested in options and/or warrants. It should be emphasised that an investment in options or warrants could lead to significantly greater volatility in the Sub-fund unit price compared with direct investments in transferable securities, such as equities.

Risk factors

In the case of investments denominated in a currency other than the Sub-fund currency, additional losses may arise as a result of the currency risk. Currency risk arises in connection with changes in exchange rates and such changes may occasionally be considerable.

In addition, some of the Sub-funds may be invested – predominantly or in small amounts – in assets related to emerging markets.

Various risks are attached to investments in transferable securities from emerging markets. These risks are primarily related to the economic and political development process that some of these countries are experiencing. Furthermore, these emerging markets generally have a low market capitalisation, which means the markets tend to be volatile and illiquid. Past performance in these markets does not provide any indication as to how they may perform in the future either. Other factors (changes in exchange rates, regulation of stock markets, taxes, restrictions on foreign investment and returns, etc.) may also have an adverse impact on the marketability of transferable securities and the resulting returns; a situation in which these factors may have a very significant impact on the ability of some issuers to meet their financial obligations or even cause issuer insolvency cannot be ruled out.

Moreover, companies in these markets may be subject to substantially lower regulatory supervision and there may be little protection from legislation. Accounting and auditing processes do not always meet current standards.

The emerging markets targeted by the Fund Management Company may also include countries of the former Communist bloc, including Russia. Investments in these countries may involve specific political, economic and financial risks resulting in a considerable impact on the liquidity of the investments concerned. In addition, investments of this kind are exposed to risks that are difficult to quantify; these risks would not arise in connection with investments in OECD countries or other emerging markets.

To add to this, investments in some emerging markets, and in particular some countries of the former Communist bloc, are exposed to increased risk related to the ownership and safe custody of transferable securities. The ownership of companies is to a large extent evidenced by an entry in the books of the company or its registrar (but who is neither a fully authorised representative of the depositary nor a person or entity liable to the depositary). Frequently, certificates that provide proof of ownership in companies are held neither by a depositary, one of its correspondent banks nor by an efficient central safe custody agent. These problems, and a lack of efficient regulation by national bodies, may give rise to fraud, serious deficiencies or negligence, as a result of which the Fund may lose ownership of companies or lose entries evidencing shares held in companies. Bonds also involve an enhanced safe custody risk because such documents are held by local institutions, as dictated by custom in the market concerned. However, documents held in this way may not always be sufficiently protected against loss, theft or destruction, or the institution itself sufficiently protected against insolvency, during the period of safe custody for the assets.

Potential investors must therefore be aware of all such risks that an investment in one of the Sub-funds could involve if the Sub-fund concerned is invested predominantly or in small amounts in emerging markets. The Fund Management Company will use its best efforts to minimise these risks by spreading the Sub-fund assets concerned over a number of diversified investments.

The following risk information applies in particular to Sub-funds that invest in units in undertakings for collective investment in transferable securities (UCITS) that have been authorised in accordance with Directive 85/611/EEC and/or in units in other undertakings for collective investment (UCIs) within the meaning of the first and second indentations under article 1 (2) of Directive 85/611/EEG whether the registered offices of the undertakings are situated in a Member State of the EU or not:

The investment of Sub-fund assets in units of target funds is exposed to the risk that the redemption of these units may be subject to restrictions with the consequence that such investments may be less liquid than other investments.

If Sub-fund assets are invested in target fund units, there is also a risk that the net asset value of the target fund may be incorrectly calculated. This would inevitably have unintended consequences on the calculation of the net asset value for the Sub-fund that had invested in the target fund concerned.

If a Sub-fund invests in units of target funds established and/or managed by other companies, investors must take into account that front-end fees, redemption charges or other additional service provider fees may be applied for the target funds.

The following guidelines apply for the Sub-funds:

1. Sub-funds may enter into **sale and repurchase agreements for transferable securities** as a buyer as long as the seller has a first-class credit rating and undertakes in writing to repurchase the transferable securities concerned. The proportion of net assets in each Sub-fund accounted for by such sale and repurchase agreements must not exceed 5 per cent for an individual seller and 25 per cent overall. The maximum term of an individual sale and repurchase agreement for transferable securities must not exceed six months.

A sale and repurchase agreement in this case means transactions in which an owner (seller) of assets (e.g. transferable securities) sells these assets to a third party (buyer) for a limited period of time subject to an obligation then to repurchase the assets concerned. The timing and the price for the repurchase is fixed at the outset when the parties enter into the agreement.

2. The investment limits listed below and the derivatives, techniques and instruments listed under articles 5 and 6 of the Fund Management Regulations may be used for each Sub-fund for the ordinary management of the Sub-fund assets, for the purposes of minimising currency, interest-rate and exchange-rate risks, and for the purposes of covering other risks. Additional information in this regard relating to the different Sub-funds may be included in the annexes to the Prospectus.

The techniques and instruments include, in particular:

2. 1. Options

An option is a contract under which a buyer/seller acquires a right/undertakes in return for a payment/receipt of a premium to buy/sell specified transferable securities at a specified price (exercise price) during a period agreed in advance or on a specific date if he/she so desires/the buyer so desires.

The buying and selling of options is associated with particular risks.

The premium paid for a purchased call or put option may be lost if the price of the transferable security underlying the option does not change as expected and it is therefore not in the interests of the Sub-fund to exercise the option. If a call option is sold, there is a risk that the Sub-fund will no longer be able to share in any significant increase in the value of the security or the Sub-fund will have to buy in at unfavourable market prices if the option is exercised by the contract partner.

If a put option is sold, there is a risk that the Sub-fund will be obliged to accept transferable securities at the exercise price even though the market value of the transferable securities is significantly lower on the exercise date.

The leverage effect connected with options means that there can be a greater effect on the value of the Sub-fund assets concerned than would be the case if transferable securities were purchased directly.

2. 2. Financial futures

In order to cover the price risk arising in connection with the investment portfolio, the Fund Management Company may sell financial futures or buy put options for futures of this kind. They may be defined on the basis of share indices or bonds.

Financial futures are standardised contracts for forward transactions on money and capital markets. They must be traded on a stock market or other regulated market that is recognised, open to the public and operates regularly.

If financial futures and call options are sold to hedge the risk arising in connection with assets, corresponding assets must be available in the currencies concerned. In the case of financial futures that are not intended to hedge the risk arising in connection with assets, the contract values underlying these futures must not exceed 20 per cent of the net assets in the Sub-fund concerned. Together with other permitted transactions entered into with an objective other than that of covering the risk on the portfolio of transferable securities, in particular the sale of options, the exercise price of all such contracts must not at any point exceed the value of the net assets in the Sub-fund concerned.

If financial futures are traded for purposes other than hedging, such activity may not only bring considerable rewards, it may also involve substantial risk because only a fraction of the contract value in each case (margin) has to be paid immediately. Price fluctuations one way or the other may lead to significant gains or losses in relation to the margin.

Options on financial futures may be bought subject to the terms and conditions set out in article 4, item 8 of the Fund Management Regulations.

In order to cover currency risk, the Fund Management Company may make use of established instruments and techniques. In particular, it may enter into currency futures with or via the Depositary, buy currency options on a regulated market, or buy or sell exchange-listed currency futures.

It may only enter into currency hedging up to a value equivalent to the assets held by the Sub-fund in the corresponding currencies. The maturity of the hedges must not exceed the maturity of the assets on which the hedges are based.

2. 3. Interest-rate futures

Interest-rate futures are standardised contracts for forward transactions on money and capital markets. They must be traded on a stock market or other regulated market that is recognised, open to the public and operates regularly.

If interest-rate futures and call options are sold to hedge the risk arising in connection with assets, corresponding assets must be available in the currencies concerned.

In the case of interest-rate futures that are not intended to hedge the risk arising in connection with assets, the contract values underlying these interest-rate futures must not exceed 20 per cent of the net assets in the Sub-fund concerned. Together with other permitted transactions entered into with an objective other than that of covering the

risk on the portfolio of transferable securities, in particular the sale of options, the exercise price of all such contracts must not at any point exceed the value of the net assets in the Sub-fund concerned.

Interest-rate futures may help to maintain the value of the Sub-fund assets.

If interest-rate futures are traded for purposes other than hedging, such activity may not only bring considerable rewards, it may also involve substantial risk because only a fraction of the contract value in each case (margin) has to be paid immediately. Price fluctuations one way or the other may lead to significant gains or losses in relation to the margin.

Options on interest-rate futures for purposes other than hedging may be bought or sold provided that such options are traded on a market that is recognised, open to the public and operates regularly.

If options on interest-rate futures are bought, the option prices paid together with other option premiums on transferable securities must not exceed 15 per cent of the value of the net assets in the Sub-fund.

If options on transferable securities or interest-rate futures are sold for purposes other than hedging the risk on portfolios of transferable securities, the volume of such transactions (measured on the basis of the exercise price) must not exceed 25 per cent of the net assets in the Sub-fund.

6. Investment policy and investment limits

The Fund Management Company is responsible for determining the investment policy based on the principle of risk-spreading and in compliance with the investment limits specified in article 5 of the Fund Management Regulations.

The investment limits listed in article 5 of the Fund Management Regulations apply separately to each Sub-fund. However, the investment limit specified in article 5 item 13.2 also applies to the net assets of the Fund as a whole, this being the total of the net assets in each individual Sub-fund.

7. Depositary

The Fund Management Company has appointed HSBC Trinkaus & Burkhardt (International) SA (the "Depositary") as the Depositary for the Fund assets by means of a depositary, registrar, transfer agent and paying agent agreement. The agreement has been entered into for an indefinite period and may be terminated in writing at any time subject to a notice period of three months. However, any such termination by the Fund Management Company will only come into effect if another bank authorised by the relevant supervisory authority takes over the responsibilities and functions of the Depositary in accordance with the provisions set out in the Fund Management Regulations. The Depositary is a public limited company under Luxembourg law; its registered office is situated at 8, rue Lou Hemmer, Findel-Golf, Grand Duchy of Luxembourg. The Depositary is a subsidiary of HSBC Trinkaus & Burkhardt AG and was established in Luxembourg on 5 January 1977. As at 31 December 2009, its liable equity capital was €92 million.

The Depositary undertakes banking operations of all kinds.

In return for providing the services, the Depositary receives a fee calculated monthly in arrears on the basis of the average net Sub-fund assets. This fee is taken from the Fund assets and is included in a global fee (the "Service Fee"), as specified in the annexes to the Prospectus.

The responsibilities and functions assumed by the Depositary are derived from the depositary agreement, the Fund Management Regulations and the Law of 20 December 2002 on undertakings for collective investment. These responsibilities and functions comprise the following, in particular:

- 7.1. The transferable securities, cash or other legally permissible assets belonging to the Fund must be held in safekeeping by the Depositary in separate accounts or custody accounts. These accounts and their contents may only be used in accordance with the provisions set out in the Fund Management Regulations. While retaining overall responsibility, and subject to the consent of the Fund Management Company, the Depositary may engage other banks abroad and/or transferable securities clearing and deposit agents to provide safe custody for the transferable securities in the Fund.

- 7.2. The price paid for the issue of Fund units, the proceeds from the sale of transferable securities and the income from transferable securities in the Fund must be received by the Depositary and posted to an account specially set up for the Fund ("Account").
- 7.3. From the aforementioned Account:
- the Depositary pays – on instruction from the Fund Management Company, provided that such instruction complies with the Fund Management Regulations, the depositary agreement, the Prospectus as amended and the Law of 20 December 2002 on undertakings for collective investment – in particular the purchase price for transferable securities, pre-emptive or other allocated rights, options or other legally permissible assets, and the redemption price in connection with the redemption of units;
 - the Depositary pays the fees due to the Fund Management Company for the management of the Fund as specified in the Fund Management Regulations;
 - the Depositary withdraws – subject to the consent of the Fund Management Company – the fees due to the Depositary as specified in the Fund Management Regulations.
- 7.4. On instruction from the Fund Management Company, the Depositary delivers sold transferable securities or pre-emptive rights from the custody accounts held with the Depositary or abroad.
- 7.5. The Depositary must take care to ensure that:
- all Fund assets are deposited without delay to the separate accounts or custody accounts, in particular incoming payments of any issue price net of sales commission and any taxes or duties;
 - the sale, issue, redemption or exchange of units, or payouts for units, are made for the account of the Fund or via the Fund Management Company in accordance with statutory provisions and the provisions of the Fund Management Regulations;
 - in all transactions relating to the Fund assets, the consideration is received by the Depositary within the normal timeframes;
 - income from the Fund assets is used in accordance with the provisions of the Fund Management Regulations;
 - the asset value and the issue price for units are calculated in accordance with statutory requirements and the provisions of the Fund Management Regulations;
 - exchange-listed transferable securities, financial futures, options, pre-emptive rights or other allocated rights are bought at a price that is no higher than the market price, or sold at a price that is at least the market price, and that transferable securities or options that are not exchange-listed are bought or sold at a price that is not obviously disproportionate to their actual value.

The Depositary must follow the instructions issued by the Fund Management Company unless such instructions are in breach of statutory provisions or the terms and conditions of the depositary agreement.

- 7.6. The Depositary monitors compliance with the provisions of article 5 of the Fund Management Regulations, in particular with regard to hedges and the buying and selling of options or futures.
- 7.7. To the extent permitted by the law, the Depositary is entitled and under an obligation to carry out the following in its own name:
- pursue claims by unit holders against the Fund Management Company or a previous depositary;
 - object to, and take action against, any enforcement action initiated by third parties if such enforcement action is against the assets of the Fund as a result of a claim for which the Fund assets are not liable.

8. Purchase, redemption and exchange of units

Units in a Sub-fund may be purchased, redeemed or exchanged for units in another Sub-fund in accordance with the provisions of the Fund Management Regulations. Such transactions may be carried out with the Fund Management Company or with the Selling or Paying Agents listed in this Prospectus.

Attention is drawn to the fact that subscribers to units in the Fund must provide identification in accordance with statutory anti-money laundering requirements. Identification can be provided to the Fund Management Company itself, the Registrar and Transfer Agent, or to the broker receiving the subscriptions.

The Registrar and Transfer Agent for the Fund is responsible for taking appropriate action to ensure compliance with anti-money laundering provisions in accordance with the relevant laws of the Grand Duchy of Luxembourg and compliance with, and implementation of, circulars issued by the Luxembourg supervisory authority (*Commission de Surveillance du Secteur Financier*).

One of the consequences of this action may be that the Registrar and Transfer Agent requests necessary documents for the identification of future investors. For example, a retail customer may be requested to submit a certified copy of his/her identification document or passport. Such documents may be certified, for example, by an embassy, consulate, notary, police officer or any other person suitably entitled to provide such certification. Institutional customers may be requested to provide a certified copy of the printout from the commercial register with all name changes or of the memorandum and articles of association and a list of all shareholders with certified copies of their identification documents or passports.

Until the Registrar and Transfer Agent has finally identified potential investors or beneficiaries of a transfer, the Registrar and Transfer Agent reserves the right to decline the issue of units or the acceptance of units by means of securities transfers. This also applies in the case of payments to be made for the redemption of units. Such payments will only be made after the Registrar and Transfer Agent has complied in full with its obligations to identify the recipients. In all such cases, the Registrar and Transfer Agent cannot be held liable for any interest incurred in connection with a delay, any costs incurred or for any other settlement.

In the event of delay or unsatisfactory proof of identity, the Registrar and Transfer Agent may instigate suitable action in its own interests.

Depending on the subscription or transfer order concerned, a detailed identification of the person placing the order may not be absolutely necessary if the order is carried out by a financial institution or an authorised financial service provider and this entity is also based in a country that has legal provisions equivalent to those in the Luxembourg anti-money laundering legislation and complies with the conditions specified by the Financial Action Task Force (FATF). The list of countries recognising the FATF conditions can be obtained on request from the registered office of the Registrar and Transfer Agent or on the internet at <http://www1.oecd.org/fatf>.

9. Contacts (asset value, issue price, redemption price)

Payments are made by the Depositary via the Fund Management Company or via the Paying Agents listed in the Prospectus. Issue and redemption prices may be obtained on any stock market trading day from the registered office of the Fund Management Company or Depositary, from any Selling Agent, or from the Paying Agent in Luxembourg (see article 9 of the Fund Management Regulations included with this Prospectus for details on the calculation of the unit price). Current prices are also regularly published in suitable media (for example, internet, electronic information systems, newspapers, etc.).

10. Information provided for unit holders

The latest annual and half-yearly reports for the Fund may be inspected on any bank working day during normal business hours at the registered office of the Fund Management Company or Depositary, or at the offices of the Selling Agents. Alternatively, copies may be obtained free of charge from the same offices.

The same applies to the Fund Management Regulations, the memorandum and articles of association of the Fund Management Company, the Prospectus, the Simplified Prospectus and the agreements referred to in these documents.

The performance achieved by the various Sub-funds to date (where applicable) is shown in each Simplified Prospectus.

Notices to unit holders will be published, where required by law, in the *Mémorial*, in the *Luxemburger Wort* newspaper or in the *Tageblatt* newspaper as well in daily newspapers in the countries in which the units are authorised for sale to the general public.

The contractual rights and obligations of the Fund Management Company, Depositary and the unit holders in respect of the Fund are determined in accordance with the Fund Management Regulations attached to this Prospectus.

11. Prevention of market timing and late trading practices

The practices known as market timing and late trading are not permitted.

Market timing is an arbitrage method in which an investor systematically subscribes to, and then redeems or exchanges, units in the same fund within a short period of time, exploiting timing differences and deficiencies or weaknesses in the measurement system for the net asset value of the Fund.

The Fund Management Company reserves the right to reject subscription or exchange applications originating from an investor suspected of employing such practices and to initiate any necessary action to protect the other investors in the Fund.

Late trading means the acceptance of a subscription, exchange or redemption application after the cut-off time for applications on the day concerned and the execution of such applications at a price in accordance with the net asset value on the date in question.

In principle, investors must subscribe to, redeem or exchange units in the Fund on the basis of an unknown net asset value.

12. Taxes

12.1. Taxation of fund assets

The income from the Fund is not taxed in the Grand Duchy of Luxembourg. However, this income may be subject to withholding tax or other taxes in countries in which the relevant Fund assets are invested. Neither the Fund Management Company nor the Depositary will obtain receipts for such taxes on behalf of individual or all unit holders.

In the Grand Duchy of Luxembourg, the relevant Fund assets are subject to a *taxe d'abonnement* amounting to 0.05 per cent per annum which is payable quarterly on the net Fund assets reported at the end of each quarter. If a unit class is subject to restrictions as regards subscriptions from institutional investors, the net assets of this unit class are taxed at a reduced *taxe d'abonnement* of 0.01 per cent per annum.

Unit holders that are not domiciled in Luxembourg, or that do not maintain any permanent establishment in that country, do not have to pay any income tax, inheritance tax or wealth tax on their units or income from units in the Grand Duchy of Luxembourg. Such unit holders are subject to their relevant national tax regulations.

12.2. Taxation of unit holders

Under current legislation and practice, unit holders are not subject to any income, wealth, gift or inheritance tax in Luxembourg (except unit holders who are/were domiciled or resident in Luxembourg or who have a permanent establishment in the country).

On 3 June 2003, the Council of the European Union adopted Directive 2003/48/EC on the taxation of income from savings in the form of interest payments. This Directive governs the taxation of interest payments made in a Member State of the European Union to individuals domiciled in a different EU Member State. This Directive came into force on 1 July 2005.

Such interest payments are taxed on the basis of information exchanged between EU Member States.

However, Luxembourg is entitled to levy a withholding tax during a transition period in place of exchanging information with other EU Member States. As a consequence, this withholding tax may be applied if a Luxembourg paying agent makes distributions (a reinvested dividend is deemed to be a distribution payment) or repurchases units (including

repurchases in the form of payments in kind) in favour of a unit holder who is an individual person resident in another EU Member State.

The attention of unit holders is also drawn to the fact that an exchange of units may also be subject to this withholding tax because an exchange of units comprises a redemption with subsequent subscription.

If the withholding tax is applied, the tax rate up to 30 June 2011 is 20 per cent and thereafter 35 per cent.

On request, unit holders may demand an exchange of information in accordance with the above Directive. As a consequence, information on distributions and/or redemptions would then be forwarded to the tax authorities in the unit holder's country of residence.

Potential investors should consult a professional adviser regarding any tax or other consequences that may arise under the legal provisions in force in their country of citizenship, residence or domicile as a result of the purchase, ownership, exchange, transfer or sale of units.

13. Additional information

Subject to compliance with the principle of risk-spreading within the investment limits as specified in article 5 item 11 of the Fund Management Regulations attached to this Prospectus, the Fund Management Company is authorised **to invest up to 100 per cent of the net assets in each Sub-fund in transferable securities from one issuer**. For umbrella funds within the meaning of section 133 of the Law of 20 December 2002 on undertakings for collective investment, this authorisation relates to the net assets of each sub-fund.

Units in the Fund are transferable securities whose price is determined by fluctuations on every stock market trading day in the price of the assets included in the Fund. The price of the units can therefore rise, and also fall. It is therefore not possible to give any guarantee that the objectives of the investment policy will be achieved.

Article 5 of the Fund Management Regulations attached to this Prospectus also gives information on certain types of investment, in particular options and futures, that may give rise to specific risks.

Annexes to the prospectus

Kapitalfonds L.K.

Euro-Anleihen-Unterfonds

Inception date:	16 September 1996
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price: (including sales commission)	DEM 100.00, payable on 1 October 1996
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Distributions will be made
ISIN code:	LU0068841484

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth with the objective of generating a reasonable, steady return.

The sub-fund assets will be invested for the most part in bonds denominated in euros. This may include fixed-income and floating-rate transferable securities, including zero-coupon bonds and convertible bonds.

For the purposes of hedging, the sub-fund may make use of derivatives and other techniques or instruments as specified in article 6 of the Fund Management Regulations. In the case of derivatives, the provisions set out in article 5 concerning risk management procedures must be observed.

The sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The sub-fund is designed for returns-oriented investors aiming to achieve capital growth from interest income and possible price gains.

Risk profile

When considering income expectations, investors should also take into account moderate interest-rate risk and currency risk, as well as a low credit risk. This means that capital losses over the medium term to long term will be low.

Units

The units may be documented in a global certificate.

Costs

The fee for the management of the Sub-fund ("Management Fee") is currently up to 0.20 per cent per annum plus value added tax at the prevailing rate. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Deutschland aktiv-Unterfonds

Inception date:	Unit class G: 16 September 1996 Unit class R: 15 March 2010
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price: (including sales commission)	Unit class G: DEM 100.00, payable on 1 October 1996 Unit class R: EUR 100.00 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Unit class G: distributions will be made Unit class R: distributions will be made
ISIN code:	Unit class G: LU0068841302 Unit class R: LU0487180605

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns or growth with the objective of generating a reasonable, steady increase in value.

The Sub-fund assets are to be invested in accordance with the principle of risk-spreading and predominantly in German equities listed in the DAX index. Investments will focus on equities in the CDAX index listed in the Prime Standard and General Standard of the Frankfurt Stock Exchange. The index represents the entire range of the German market and can be taken as an indicator of economic growth in Germany.

Investments will therefore include both higher and lower market capitalisations in order to avoid significant volatility wherever possible (which could occur, for example, if investments were limited to equities in the MDAX).

Nevertheless, MDAX transferable securities will still be included in the Kapitalfonds L.K. Deutschland aktiv-Unterfonds portfolio in order to achieve consistency in the investment policy.

The Sub-fund may invest in derivatives based on assets that may be purchased for the Sub-fund or derivatives based on recognised financial indices, interest rates, exchange rates or currencies.

The Sub-fund may make use of other techniques or instruments as specified in article 6 of the Fund Management Regulations. Derivatives, techniques and instruments may be used both for hedging purposes and for the efficient management of the Sub-fund assets. In the case of derivatives, the provisions set out in article 5 of the Fund Management Regulations concerning risk management procedures must be observed. Derivatives will be traded within the framework of investment limits.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

Although transferable securities will be selected using an approach based on intrinsic value, the Sub-fund is nevertheless designed – owing to the higher volatility in small and mid cap stocks and the associated risks in falling markets – for the growth-oriented investor whose expectations of returns are higher than capital market levels and who intends to achieve capital growth predominantly from gains in equity prices.

Risk profile

Security and liquidity are secondary to the prospects for returns. This involves higher risks in terms of equities as well as credit risks, which could possibly result in capital losses.

Units

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions
- Unit class G: aimed at retail and institutional investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwalterssozietät GmbH; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee (“Management fee”) from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month. The Management Fee is as follows:

For unit class R: up to 1.30 per cent per annum plus value added tax at the prevailing rate

For unit class G: up to 1.00 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the “Service Fee”), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

EuroRentenAktiv-Unterfonds

Inception date:	Unit class C: 14 June 2010 Unit class G: 28/29 April 1997 Unit class I: 14 June 2010 Unit class R: 13 May 2008
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Unit class C: EUR 100.00 (including sales commission) Unit class G: DEM 100.00 (including sales commission) Unit class I: EUR 1000.00 (including sales commission) Unit class R: EUR 100.00 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Unit class C: distributions will be made Unit class G: distributions will be made Unit class I: distributions will be made Unit class R: distributions will be made
ISIN code:	Unit class C: LU0512144550 Unit class G: LU0076216471 Unit class I: LU0512144717 Unit class R: LU0360860687

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth from price gains and interest with the objective of generating a reasonable, steady increase in value.

The Sub-fund assets will be invested for the most part in bonds denominated in euros from international issuers. Bonds that are not denominated in euros may also be held. The bonds may include fixed-income or floating-rate transferable securities, as well as zero-coupon bonds and convertible bonds.

Taking into account the above guidelines, the Sub-fund may purchase bonds in all market segments and of all maturities in the expectation of a favourable growth in interest and/or promising currency prospects for euro investors. The Sub-fund is permitted to hedge the transferable securities positions purchased; the currency and interest-rate risks can be treated separately from each other.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is designed for returns-oriented investors aiming to achieve capital growth from interest income and possible price and/or foreign exchange gains.

Risk profile

Against the expected returns, investors should take into account interest-rate and currency risks, as well as credit risks, which could possibly result in capital losses.

Units and distributions

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class C: aimed at retail and institutional investors who have entered into an asset management or investment advice agreement with Capital-Forum AG; distributions

- Unit class G: aimed at retail and institutional investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwalterssozietät GmbH; distributions
- Unit class I: aimed at institutional investors; distributions
- Unit class R: aimed at retail and institutional investors; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee ("Management Fee") from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

For unit class C:	up to 1.00 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 0.80 per cent per annum plus value added tax at the prevailing rate
For unit class I:	up to 0.80 per cent per annum plus value added tax at the prevailing rate
For unit class R:	up to 0.80 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.40 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The Fund Management Company also receives a performance fee related to the Sub-fund assets. This is calculated within the Sub-fund on each Valuation Day and a provision recognised in favour of the Fund Management Company if (i) the growth in value of the Sub-fund net asset value per unit exceeds the threshold value, and (ii) the base net asset value per unit on the relevant Valuation Day exceeds the high water mark. If the criteria for the provision are satisfied, 20 per cent of this growth in value is set aside as a performance fee provision.

The threshold value is defined as the Sub-fund net asset value per unit at the end of the most recent financial year plus a net generated increase in value in the net asset value per unit of 5 per cent.

The high water mark is the highest net asset value per unit for the Sub-fund since the Sub-fund was launched or, if a unit class has been issued since this date, since the corresponding inception date for the unit class concerned.

The base net asset value per unit is the net asset value per unit on the preceding Valuation Day.

Any distributions carried out in the meantime are deemed not to have been carried out for the purposes of calculating the performance fee.

The performance fee set aside for the Fund Management Company is paid at the end of the financial year for the Sub-fund concerned, the initial payment being due on 30 June 2011. The performance fee set aside is only paid out if the threshold value has been exceeded at the end of the financial year. If this is not the case, the right of the Fund Management Company to the accumulated performance fee lapses and the provision is reversed in favour of the Sub-fund assets.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Schwellenländer-Unterfonds

Inception date:	Unit class R:	23/24 June 1997
	Unit class G:	from 2 November to 15 November 2006
	Unit class I:	from 2 November to 15 November 2006
Sales commission:	Max. 5 per cent of the applicable net asset value	
Sub-fund currency:	Euro	
Initial issue price:	Unit class R:	DEM 100.00, payable on 26 June 1997 (including sales commission)
	Unit class G:	EUR 50.00 payable on 16 November 2006 (plus sales commission)
	Unit class I:	EUR 1,000.00 payable on 16 November 2006 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000	
Distribution policy:	Unit class R:	distributions will be made
	Unit class G:	distributions will be made
	Unit class I:	distributions will be made
ISIN code:	Unit class R:	LU0077884368
	Unit class G:	LU0273373414
	Unit class I:	LU0273373760

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth from price gains with the objective of generating a reasonable, steady increase in value.

Most of the Sub-fund assets are to be invested in equities included in the Morgan Stanley Capital International Emerging Markets Index (MSCI EM Index).

The Fund Management Company may invest in equities in the targeted countries directly or through ADRs (American Depositary Receipts) and GDRs (Global Depositary Receipts).

As at 30 April 2009, the following countries were listed in the Morgan Stanley Capital International Emerging Markets Index (MSCI EM Index), although the list is only indicative and may change at any time:

- **Europe:** Poland, Russia, Czech Republic and Hungary
- **Africa:** Egypt, Morocco and Republic of South Africa
- **Asia:** China, India, Indonesia, Israel, Korea, Malaysia, Philippines, Taiwan, Thailand and Turkey
- **South America:** Argentina, Brazil, Chile, Colombia, Mexico and Peru

The core groups of assets are purchased with a view to ensuring a good balance between opportunities and risks.

The Fund Management Company has the right to hedge the transferable securities positions it has entered into.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Various risks are attached to investments in transferable securities from emerging markets. Potential investors should therefore be aware of all the risks referred to in the Prospectus under item 6 "Investment objectives". These are the risks that an investment in "Kapitalfonds L.K. - Schwellenländer-Unterfonds" could entail. The Fund Management Company will use its best efforts to minimise these risks by spreading the Sub-fund assets over a number of diversified investments.

Profile of the typical investor

The Sub-fund is designed for risk-oriented investors who look for investments with high returns in order to specifically enhance potential income and who are prepared to accept temporarily high fluctuations in the value of speculative investments.

Risk profile

Significant risks from market price and exchange rate fluctuations as well as substantial credit risk mean that capital losses are probable from time to time. Expectations of high returns and a considerable risk appetite on the part of the investors are matched by the possibility of sharp losses on the capital employed.

Units and distributions

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions
- Unit class G: aimed at retail investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwalterssozietät GmbH; distributions
- Unit class I: aimed at institutional investors; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee ("Management Fee") from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

For unit class R:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class I:	up to 1.30 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Global Value-Unterfonds

Inception date:	Unit class G: 11 May 1998 Unit class R: 30 July 2007
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Unit class G: DEM 100.00 (including sales commission) Unit class R: EUR 50.00 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Unit class G: distributions will be made Unit class R: distributions will be made
ISIN code:	Unit class G: LU0087087895 Unit class R: LU0303806060

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth from price gains with the objective of generating a reasonable, steady increase in value.

Subject to the investment limits, the Sub-fund will be invested in international equities with significant earnings capacity and net asset values as well as in profit participation certificates, index certificates, closed-end funds (although these funds must be subject to prudential supervision) and warrants.

In addition, up to 10 per cent of the Sub-fund assets may be invested in open-end funds as defined in article 5 of the Fund Management Regulations. Investments in the aforementioned closed-end funds and in open-end funds as defined in article 5 of the Fund Management Regulations are together limited to a total of 49 per cent of the Sub-fund assets.

Following an appropriate assessment of the market position by the Fund Management Company, the Sub-fund assets may also be invested in bonds, convertible bonds and other fixed-income transferable securities traded on a stock exchange or other regulated market that is recognised, open to the public and operates regularly in a member country of the Organisation for Economic Cooperation and Development (OECD). Such investments in fixed-income transferable securities may also temporarily account for a significant proportion of the Sub-fund assets if a decision is taken by the board of directors of the Fund Management Company that such a change is warranted by volatile market conditions.

The Fund Management Company may invest in equities directly or through ADRs (American Depositary Receipts) and GDRs (Global Depositary Receipts).

Decisions on whether to buy particular equities are based primarily on internal analysis and are not exclusively benchmark-driven. Within the framework of the investment guidelines, the Sub-fund is permitted to hedge the transferable securities positions purchased; the currency and equity risks can be treated separately from each other.

Various risks are attached to investments in transferable securities from emerging markets. Potential investors should therefore be aware of all the risks referred to in the Prospectus under item 6 “Investment objectives”. These are the risks that an investment in “Kapitalfonds L.K. — Global Value-Unterfonds” could entail.

The Fund Management Company will use its best efforts to minimise these risks by spreading the Sub-fund assets over a number of diversified investments.

In accordance with article 5 item 6.1 of the Fund Management Regulations, no more than 10 per cent of the net Sub-fund assets may be invested in transferable securities that are not exchange-listed.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is aimed at growth-oriented investors seeking capital growth derived predominantly from the opportunities afforded by equities and foreign exchange.

Risk profile

The Sub-fund aims to derive benefit from movements on international equities markets. Given the composition of the Sub-fund assets, the Sub-fund is exposed to an enhanced risk overall, but this risk is matched by enhanced opportunities for returns. Equity price risk may be limited by the use of derivatives and by changes in the investment ratios for the Sub-fund. There is a good balance between expected returns and the security and liquidity in the Sub-fund assets.

Units and distributions

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions
- Unit class G: aimed at retail investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwalterssozietät GmbH; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee ("Management Fee") from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month. The Management Fee is as follows:

For unit class R:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 1.20 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Family Business-Unterfonds

Inception date:	Unit class R: from 17 November 2003 to 18 November 2003 Unit class G: from 2 November to 15 November 2006 Unit class I: 26 February 2007
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Unit class R: EUR 50.00 (plus sales commission), payable on 19 November 2003 Unit class G: EUR 50.00 (plus sales commission) Unit class I: EUR 1,000.00 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Unit class R: distributions will be made Unit class G: distributions will be made Unit class I: distributions will be made
ISIN code:	Unit class R: LU0179106983 Unit class G: LU0273373091 Unit class I: LU0288437980

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth from price gains and/or dividend payments with the objective of generating a reasonable, steady increase in value.

The assets of the Sub-fund will be invested primarily in the equities of companies with an ownership structure that can be described as owner-dominated or a family business. Investments will focus on manufacturing, trading and service companies whose equities have been admitted to trading on a stock market in Germany and/or abroad. In addition, the Fund Management Company may invest up to 10 per cent of the Sub-fund volume in equities of companies that are expected to launch an initial public offering within 12 months of the date the equities are purchased.

The Fund Management Company may invest in equities directly or through ADRs (American Depositary Receipts) and GDRs (Global Depositary Receipts). It is also permitted to invest in exchange-listed transferable securities such as profit participation certificates or convertible bonds.

The Sub-fund may invest in derivatives based on assets that may be purchased for the Sub-fund or derivatives based on recognised financial indices, interest rates, exchange rates or currencies.

The Sub-fund may make use of other techniques or instruments as specified in article 6 of the Fund Management Regulations. Derivatives, techniques and instruments may be used both for hedging purposes and for the efficient management of the Sub-fund assets. In the case of derivatives, the provisions set out in article 5 of the Fund Management Regulations concerning risk management procedures must be observed. Derivatives will be traded within the framework of investment limits.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is designed for growth-oriented investors whose expectations of returns are higher than capital market levels and who intend to achieve capital growth predominantly from gains in equity prices.

Risk profile

Security and liquidity are secondary to the prospects of returns. This involves higher equity risk, currency risk and credit risk, which could possibly result in capital losses.

Units and distributions

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions
- Unit class G: aimed at retail investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwalterssozietät GmbH; distributions
- Unit class I: aimed at institutional investors; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee (“Management Fee”) from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

For unit class R:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 1.20 per cent per annum plus value added tax at the prevailing rate
For unit class I:	up to 1.20 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the “Service Fee”), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Aktien Europa-Unterfonds

Inception date:	Unit class R: 20 July 2009 Unit class G: 23 July 2003
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Unit class R: EUR 50.00 (plus sales commission) Unit class G: EUR 50.00 (plus sales commission)
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Unit class R: distributions will be made Unit class G: distributions will be made
ISIN code:	Unit class R: LU0433522298 Unit class G: LU0172200718

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth from price gains with the objective of generating a reasonable, steady increase in value.

To this end, the assets of the Sub-fund will be invested primarily in equities, index certificates, closed-end funds (although such funds must be subject to prudential supervision) and warrants from companies whose registered office is situated in a Member State of the European Union, Switzerland or Norway.

In addition, up to 10 per cent of the Sub-fund assets may be invested in open-end funds as defined in article 5 of the Fund Management Regulations.

In accordance with article 5 item 6.1 of the Fund Management Regulations, no more than 10 per cent of the net Sub-fund assets may be invested in transferable securities that are not exchange-listed.

The Sub-fund may invest in derivatives based on assets that may be purchased for the Sub-fund or derivatives based on recognised financial indices, interest rates, exchange rates or currencies.

The Sub-fund may make use of other techniques or instruments as specified in article 6 of the Fund Management Regulations. Derivatives, techniques and instruments may be used both for hedging purposes and for the efficient management of the Sub-fund assets. In the case of derivatives, the provisions set out in article 5 of the Fund Management Regulations concerning risk management procedures must be observed. Derivatives will be traded within the framework of investment limits.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is designed for growth-oriented investors whose expectations of returns are higher than capital market levels and who intend to achieve capital growth predominantly from the opportunities afforded by equities and foreign exchange.

Risk profile

Security and liquidity are secondary to the prospects of returns. This involves higher equity risk, currency risk and credit risk, which could possibly result in capital losses.

Units

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions

- Unit class G: aimed at retail and institutional investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwaltersozietät GmbH; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee (“Management Fee”) from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

For unit class R:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 1.20 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the “Service Fee”), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

Aktien-Global-Dividends-Unterfonds

Inception date:	Unit class R: 02 April 2007 Unit class G: 02 April 2007 Unit class I: 02 April 2007
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Unit class R: EUR 50.00 (plus sales commission) Unit class G: net asset value of the Global-Dividends-Fund as at 30 March 2007 Unit class I: EUR 1,000.00 (plus sales commission)
Distribution policy:	Unit class R: distributions will be made Unit class G: distributions will be made Unit class I: distributions will be made
ISIN code:	Unit class R: LU0288439416 Unit class G: LU0288439929 Unit class I: LU0288440349

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth with the objective of generating a reasonable increase in value.

The Sub-fund assets will be invested primarily in international equities, equities certificates, warrants and profit participation certificates with high dividend yields that are included in the Morgan Stanley Capital International (MSCI) World Index, an index of equities in industrialised countries, and in the MSCI Emerging Markets Index (MSCI EM Index). In addition, equities are the instruments on which the warrants are based.

Taking into account the investment policy described in the preceding paragraph, the Fund Management Company intends to invest one portion (up to a maximum of 49 per cent of the net Sub-fund assets) in international equities with high dividend yields and in assets (as listed in the preceding paragraph and otherwise permitted under the law and in accordance with this Prospectus) that are included in the MSCI Emerging Markets Index. As a result of the investment in emerging markets, it is possible that the investment risk in the Sub-fund will increase compared with the MSCI World Index, at least in the short term.

Investments may also be made in closed-end funds traded on a stock exchange or other regulated market and these funds may invest in countries that are included in both the MSCI World Index and the MSCI Emerging Markets Index.

In this case, such investments related to the latter index are added to direct investments for the purposes of determining the investments subject to the 49 per cent limit. In exceptional cases, the Sub-fund may also invest in assets from countries that are not included in the MSCI World Index or MSCI Emerging Markets Index.

For the most part, such instruments must be officially listed on a stock market or traded on other markets that are recognised, open to the public and operate regularly.

In the case of investments in closed-end funds, the Sub-fund assets are invested exclusively in Canadian closed-end funds and other closed-end funds domiciled in the Member States of the European Union, the USA, Switzerland, Japan or Hong Kong. Investments are made solely in closed-end funds with investment policies similar to that of the Sub-fund. It is not permitted to invest in closed-end funds whose investment objective is, in turn, to invest in investment funds and closed-end funds. The capital in closed-end funds is raised by subscriptions to a specific number of units that is limited from the outset. There is no contractual obligation to repurchase units. Trading and pricing is based on supply and demand on a stock market. There may be some difficulty in selling such units owing to a lack of turnover on various stock markets. Units in closed-end funds are not measured on the basis of net asset value.

As at 30 April 2009, the following countries were included in the MSCI World Index, although the list is only indicative and may change at any time:

- **Europe:** Austria, Belgium, Denmark, Finland, France, Germany, Greece, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United Kingdom
- **Asia:** Hong Kong, Japan and Singapore
- **North America:** Canada and the USA
- **Oceania:** Australia and New Zealand

As at 30 April 2009, the following countries were included in the MSCI Emerging Markets Index, although the list is only indicative and may change at any time:

- **Europe:** Poland, Russia, Czech Republic and Hungary
- **Africa:** Egypt, Morocco and Republic of South Africa
- **Asia:** China, India, Indonesia, Israel, Korea, Malaysia, Philippines, Taiwan, Thailand and Turkey
- **South America:** Argentina, Brazil, Chile, Colombia, Mexico and Peru

The Sub-fund may also hold cash.

Units in other UCITS and other UCIs may be purchased for the Sub-fund assets but the total value of such units must not exceed 10 per cent of the net Sub-fund assets.

In addition, the following investment techniques and instruments may be used to hedge individual positions in the Sub-fund assets:

DJ Euro Stoxx50 futures,
 FTSE 100 futures,
 DAX futures,
 S&P 500 futures.

When such techniques and instruments are used, the Sub-fund must not depart from the specified investment objectives under any circumstances.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is designed for risk-oriented investors who look for investments with high returns in order to specifically enhance potential income and who are prepared to accept unavoidable, temporarily high fluctuations in the value of speculative investments.

Risk profile

Significant risks from market price and exchange rate fluctuations as well as substantial credit risk mean that capital losses are probable from time to time. Expectations of high returns and a considerable risk appetite on the part of the investors are matched by the possibility of sharp losses on the capital employed.

Units and distributions

Different classes of units will be issued as part of this Sub-fund, the distinguishing features of each class being as follows:

- Unit class R: aimed at retail and institutional investors; distributions
- Unit class G: aimed at retail investors who have entered into an asset management or investment advice agreement with Grossbötzl, Schmitz & Partner Vermögensverwaltersozietät GmbH; distributions
- Unit class I: aimed at institutional investors; distributions

The units may be documented in a global certificate.

Costs

To cover the management of the Sub-fund, the Fund Management Company receives a fee ("Management Fee") from the Sub-fund assets. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

For unit class R:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class G:	up to 1.30 per cent per annum plus value added tax at the prevailing rate
For unit class I:	up to 1.30 per cent per annum plus value added tax at the prevailing rate

The Fund Management Company also receives an additional service fee in respect of unit class R to cover the organisation of sales. This fee amounts to up to 0.50 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to an average of 0.30 per cent per annum of the net assets in the Sub-fund plus value added tax at the prevailing rate.

This Service Fee may be higher or lower than the specified figure depending on the net assets in the Sub-fund and the transactions carried out on behalf of the Sub-fund.

Kapitalfonds L.K.

GAP-Unterfonds

Inception date:	09 June 2008
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Net asset value of Kapital Konzept Multi Asset 1 as at 6 June 2008
Unit multiples:	1; 10; 100; 1,000; 10,000
Distribution policy:	Distributions will be made
ISIN code:	LU0327378971

Investment policy and objectives

Equities, warrants (with rights to transferable securities), fixed-income transferable securities, convertible bonds and warrant-linked bonds (on which the warrant confers rights to transferable securities) from issuers in both Germany and abroad will be purchased for the Sub-fund assets.

The Sub-fund assets may focus on investments in equities or bonds depending on market conditions and the approach deemed to be necessary in the interests of the unit holders. The weighting of assets in the Sub-fund is based on the assessment of the Fund Management Company regarding future prospects in the various markets and the interests of the unit holders. Depending on the Fund Management Company's assessment of the situation, the nature of the Sub-fund may therefore be that of either an equity fund or bond fund. In either case, the Sub-fund may also be either domestic or international in orientation. As a result, the Sub-fund may be characterised by sharply contrasting risk profiles, depending on the structure of the investment policy.

The Sub-fund may invest up to 49 per cent of its assets in units in undertakings for collective investment in transferable securities (UCITS) that have been authorised in accordance with Directive 85/611/EEC and/or in units in other undertakings for collective investment (UCIs) within the meaning of the first and second indents under article 1 (2) of Directive 85/611/EEG whether the registered office of these undertakings is situated in a Member State of the EU or not.

If units in target funds are purchased for the Sub-fund, a management fee may also be levied at target fund level. The Sub-fund will not invest in target funds subject to a management fee of more than 2 per cent per annum. The annual report for the Fund will specify the maximum percentage of management fees to be borne by the Sub-fund and the target funds.

The Sub-fund may also hold cash.

For the purposes of hedging, the Sub-fund may make use of derivatives and other techniques or instruments as specified in article 6 of the Fund Management Regulations. In the case of derivatives, the provisions set out in article 5 concerning risk management procedures must be observed.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is designed for growth-oriented investors whose expectations of returns are higher than capital market levels and who intend to achieve capital growth predominantly from the opportunities afforded by equities, bonds and foreign exchange. Investors should have a long-term investment horizon with regard to capital growth.

Risk profile

Security and liquidity are secondary to the prospects of returns. This involves higher equity risk, interest-rate risk, currency risk and credit risk, which could possibly result in capital losses.

It is therefore not possible to give any guarantee that the objectives of the investment policy will be achieved.

Investment manager

The Fund Management Company has entered into an investment management agreement with HSBC Trinkaus Investment Managers SA, a public limited company under the law of the Grand Duchy of Luxembourg. Under this agreement, HSBC Trinkaus Investment Managers SA will carry out the function of investment manager for the Sub-fund.

The registered office of HSBC Trinkaus Investment Managers SA is situated at 8, rue Lou Hemmer, Findel-Golf, Grand Duchy of Luxembourg. The shareholders in this company are HSBC Investments Deutschland GmbH, Düsseldorf, Germany, and HSBC Trinkaus & Burkhardt (International) SA. HSBC Trinkaus Investment Managers SA is entered in the Luxembourg commercial register under reference number B-31.630. As at 31 December 2009, the equity of the company amounted to €3,678,000.00.

The Fund Management Company will continuously monitor the activities of the investment manager in relation to this Sub-fund.

The fees payable to the investment manager are included in the Management Fee.

Investment advisers

The Fund Management Company has entered into an investment advice agreement with GAP Gesellschaft für Anlageplanung und Vermögensverwaltung m.b.H, Ostpreussenstrasse 16, 61250 Usingen, Germany. Under this agreement, the latter will fulfil the function of investment advisers for the Sub-fund.

The fees payable to the investment advisers are included in the Management Fee (see Fund Management Regulations).

Units

The units may be documented in a global certificate.

Costs

The fee for the management of the Sub-fund ("Management Fee") is currently up to 0.825 per cent per annum plus value added tax at the prevailing rate. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to a maximum of 0.25 per cent per annum plus value added tax at the prevailing rate, but subject to a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with central administration and a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with the depositary, registrar and transfer agent functions.

Kapitalfonds L.K.

Global Markets-Unterfonds

Inception date:	21 July 2008
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Net asset value of CAAM Tectum beta as at 18 July 2008
Distribution policy:	Reinvestment
ISIN code:	LU0085598133

Investment policy and objectives

The investment objective of the Sub-fund is to generate the highest possible growth in value (in euros).

The Sub-fund will invest a significant proportion of its assets in units in undertakings for collective investment in transferable securities (UCITS) that have been authorised in accordance with Directive 85/611/EEC and/or in units in other undertakings for collective investment (UCIs) within the meaning of the first and second indents under article 1 (2) of Directive 85/611/EEG whether the registered office of these undertakings is situated in a Member State of the EU or not.

The investment policy of the Sub-fund provides for the purchase of shares/units in target funds that for their part invest in European and international equities and bonds. Investments in target funds must not at any time result in a disproportionate concentration of Sub-fund assets in a single target fund. The target funds must be authorised to sell their units to the general public in a Member State of the European Union.

In addition, the Sub-fund assets may be invested in cash, money market instruments and fixed-income or floating-rate transferable securities. In exceptional cases, and in accordance with the principle of risk-spreading, the Fund Management Company may also invest the Sub-fund assets entirely in demand deposits and time deposits if this appears to be necessary because of market conditions or requirements under the stop-loss systems installed by the Fund Management Company. In this regard, the Fund Management Company has decided to sell individual positions if a loss threshold of 15 per cent is exceeded.

If units in target funds are purchased for the Sub-fund, a management fee may also be levied at target fund level. The Sub-fund will not invest in target funds subject to a management fee of more than 2 per cent per annum. The annual report for the Fund will specify the maximum percentage of management fees to be borne by the Sub-fund and the target funds.

The Sub-fund may invest in derivatives based on assets that may be purchased for the Sub-fund or derivatives based on recognised financial indices, interest rates, exchange rates or currencies. The Sub-fund may make use of other techniques or instruments as specified in article 6 of the Fund Management Regulations. Derivatives, techniques and instruments may be used both for hedging purposes and for the efficient management of the Sub-fund assets. In the case of derivatives, the provisions set out in article 5 of the Fund Management Regulations concerning risk management procedures must be observed. Derivatives will be traded within the framework of investment limits.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is suitable for investors who intend to achieve strategic portfolio management via investment funds and who are prepared to share the exposure to international equity and bond markets. The risk associated with an investment in the Sub-fund reflects the risk associated with the underlying investments by the target fund, i.e. equities and bonds. Investors should take into account the general information on risk provided in the main section of the Prospectus.

Risk profile

Units in the Sub-fund are transferable securities whose price is determined by fluctuations on every stock market trading day in the price of the assets held by the Sub-fund. The price of the units can therefore rise, or also fall. It is therefore not possible to give any guarantee that the objectives of the investment policy will be achieved.

Furthermore, the value of units in a target fund may be affected by currency fluctuations, foreign exchange control measures, tax regulations (including any withholding taxes levied) and by other economic or political parameters or changes in the countries in which the target fund invests.

If the units in a target fund are units in a sub-fund of an umbrella fund, the purchase of such units entails additional risk because the umbrella fund may have overall liability to third parties for the liabilities of each sub-fund.

Units

The units may be documented in a global certificate.

Costs

The fee for the management of the Sub-fund ("Management Fee") is currently up to 1.4 per cent per annum plus value added tax at the prevailing rate. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month. The Fund Management Company also receives an additional service fee to cover the organisation of sales. This fee currently amounts to up to 0.5 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The Fund Management Company also receives a performance fee related to the Sub-fund assets. This is calculated within the Sub-fund on each Valuation Day and a provision made in favour of the Fund Management Company if (i) the growth of the net asset value per unit in the Sub-fund exceeds the threshold value, and (ii) the base net asset value per unit on the relevant Valuation Day exceeds the high water mark. If the criteria for the provision are satisfied, 15 per cent of this growth in value is set aside as a performance fee provision.

The threshold value is defined as the Sub-fund net asset value per unit at the end of the most recent financial year plus a net generated increase in value in the net asset value per unit of 5 per cent.

The high water mark is the highest net asset value per unit for the Sub-fund since the Sub-fund was launched.

The base net asset value per unit is the net asset value per unit on the preceding Valuation Day in each case.

Any distributions carried out in the meantime are deemed not to have been carried out for the purposes of calculating the performance fee.

The performance fee set aside for the Fund Management Company is paid at the end of the financial year for the Sub-fund concerned, the initial payment being due on 30 June 2009. The performance fee set aside is only paid out if the threshold value has been exceeded at the end of the financial year. If this is not the case, the right of the Fund Management Company to the accumulated performance fee lapses and the provision is reversed in favour of the Sub-fund assets.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to a maximum of 0.25 per cent per annum plus value added tax at the prevailing rate, but subject to a minimum of €25,000.00 per annum from the net Sub-fund assets for services provided in connection with central administration and a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with the depositary, registrar and transfer agent functions.

Kapitalfonds L.K.

Golden Gate International Trends-Unterfonds

Inception date:	21 July 2008
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Net asset value of CAAM Tectum alpha as at 18 July 2008
Distribution policy:	Reinvestment
ISIN code:	LU0085598059

Investment policy and objectives

The investment objective of the Sub-fund is to generate the highest possible growth in value (in euros).

The Sub-fund will invest a significant proportion of its assets in units in undertakings for collective investment in transferable securities (UCITS) that have been authorised in accordance with Directive 85/611/EEC and/or in units in other undertakings for collective investment (UCIs) within the meaning of the first and second indents under article 1 (2) of Directive 85/611/EEG whether the registered office of these undertakings is situated in a Member State of the EU or not.

The investment policy of the Sub-fund provides for the purchase of units in target funds that for their part invest in European and international equities and bonds. Investments in target funds must not at any time result in a disproportionate concentration of Sub-fund assets in a single target fund. These target funds are not generally listed on a stock exchange but are authorised to sell their units to the general public in a Member State of the European Union.

The target funds selected for this Sub-fund will comprise solely open-ended investment funds available for sale to the public. The registered office and management of such target funds must be located in a Member State of the European Union (EU), the USA, Canada, Japan, Hong Kong or Switzerland.

The Sub-fund may also hold cash.

Investments in open-ended real estate funds and single hedge funds are also permitted, although the total investment in such funds must not exceed 10 per cent of the net Sub-fund assets. Such investments must be taken into account in the investment limit specified in article 5 item 6.1 of the Fund Management Regulations attached to the Prospectus.

If units in target funds are purchased for the Sub-fund, a management fee may also be levied at target fund level. The Sub-fund will not invest in target funds subject to a management fee of more than 2 per cent per annum. The annual report for the Fund will specify the maximum percentage of management fees to be borne by the Sub-fund and the target funds.

The Fund Management Company may also invest the entire Sub-fund assets in money market target funds if it sees fit following an assessment of market conditions. However, if it makes such investments, the Fund Management Company must continuously ensure that these investments meet the provisions specified in article 5 item 2 of the Fund Management Regulations attached to the Prospectus.

For the purposes of hedging, the Sub-fund may make use of derivatives and other techniques or instruments as specified in article 6 of the Fund Management Regulations. In the case of derivatives, the provisions set out in article 5 concerning risk management procedures must be observed.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is suitable for investors who intend to achieve strategic portfolio management via investment funds and who are prepared to share the exposure to international equity and bond markets. The risk associated with an investment in the Sub-fund reflects the risk associated with the underlying investments by the target fund, i.e. equities and bonds. Investors should take into account the general information on risk provided in the main section of the Prospectus.

Risk profile

Units in the Sub-fund are transferable securities whose price is determined by fluctuations on every stock market trading day in the price of the assets held by the Sub-fund. The price of the units can therefore rise, or also fall. It is therefore not possible to give any guarantee that the objectives of the investment policy will be achieved.

Furthermore, the value of units in a target fund may be affected by currency fluctuations, foreign exchange control measures, tax regulations (including any withholding taxes levied) and by other economic or political parameters or changes in the countries in which the target fund invests.

If the units in a target fund are units in a sub-fund of an umbrella fund, the purchase of such units entails additional risk because the umbrella fund may have overall liability to third parties for the liabilities of each sub-fund.

Investors should be aware of additional risks that arise if assets are invested in single hedge funds. Such risks may occur, in particular, as a result of short selling, drawdown of loans or the use of derivatives at target fund level.

Units

The units may be documented in a global certificate.

Costs

The fee for the management of the Sub-fund ("Management Fee") is currently up to 1.4 per cent per annum plus value added tax at the prevailing rate. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month. The Fund Management Company also receives an additional service fee to cover the organisation of sales. This fee currently amounts to up to 0.5 per cent per annum plus value added tax at the prevailing rate. This additional service fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The Fund Management Company also receives a performance fee related to the Sub-fund assets. This is calculated within the Sub-fund on each Valuation Day and a provision made in favour of the Fund Management Company if (i) the growth of the net asset value per unit in the Sub-fund exceeds the threshold value, and (ii) the base net asset value per unit on the relevant Valuation Day exceeds the high water mark. If the criteria for the provision are satisfied, 15 per cent of this growth in value is set aside as a performance fee provision.

The threshold value is defined as the Sub-fund net asset value per unit at the end of the most recent financial year plus a net generated increase in value in the net asset value per unit of 5 per cent.

The high water mark is the highest net asset value per unit for the Sub-fund since the Sub-fund was launched.

The base net asset value per unit is the net asset value per unit on the preceding Valuation Day in each case.

Any distributions carried out in the meantime are deemed not to have been carried out for the purposes of calculating the performance fee.

The performance fee set aside for the Fund Management Company is paid at the end of the financial year for the Sub-fund, the initial payment being due on 30 June 2009. The performance fee set aside is only paid out if the threshold value has been exceeded at the end of the financial year. If this is not the case, the right of the Fund Management Company to the accumulated performance fee lapses and the provision is reversed in favour of the Sub-fund assets.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to a maximum of 0.25 per cent per annum plus value added tax at the prevailing rate, but subject to a minimum of €25,000.00 per annum from the net Sub-fund assets for services provided in connection with central administration and a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with the depositary, registrar and transfer agent functions.

Kapitalfonds L.K.

Euro Konzept-Unterfonds

Inception date:	21 July 2008
Sales commission:	Max. 5 per cent of the applicable net asset value
Sub-fund currency:	Euro
Initial issue price:	Net asset value of EURO Konzept Fonds as at 18 July 2008
Unit multiples:	1, 10, 100, 500
Distribution policy:	Distributions will be made
ISIN code:	LU0070000491

Investment policy and objectives

The Fund Management Company intends to purchase for the Sub-fund only assets that promise returns and/or growth with the objective of generating a reasonable increase in value.

Under the investment policy for the Sub-fund, the aim is to invest both in interest-bearing transferable securities (fixed-income and floating-rate bonds including zero-coupon bonds), convertible bonds, warrant-linked bonds (on which the warrant confers rights to transferable securities), warrants with rights to transferable securities, profit participation certificates and in equities and equity certificates as well as other assets permitted by the law.

The Sub-fund may also hold cash.

The Sub-fund may invest in derivatives based on assets that may be purchased for the Sub-fund or derivatives based on recognised financial indices, interest rates, exchange rates or currencies.

The Sub-fund may make use of other techniques or instruments as specified in article 6 of the Fund Management Regulations. Derivatives, techniques and instruments may be used both for hedging purposes and for the efficient management of the Sub-fund assets. In the case of derivatives, the provisions set out in article 5 of the Fund Management Regulations concerning risk management procedures must be observed. Derivatives will be traded within the framework of investment limits.

The Sub-fund will not lend any of the transferable securities included in its portfolio.

Profile of the typical investor

The Sub-fund is suitable for investors who would like to share in promising growth in bond markets in line with market conditions and who are aware of the particular opportunities and risks associated with transferable securities from issuers with low credit ratings. Investors must understand that the opportunities offered by high-interest investments are matched by the risk of capital loss if parts of the Sub-fund assets are not serviced on time, only partially repaid or not repaid at all.

Risk profile

Warrants and options may result in significantly higher volatility in the Sub-fund unit price than would be the case if the Sub-fund assets were invested directly in equities.

When selecting investments, priority is given to minimising the risk by spreading the invested funds, growth and returns as broadly as possible.

The volatility (fluctuation) in the Sub-fund unit price may be extremely high.

Units

The units may be documented in a global certificate.

Costs

The fee for the management of the Sub-fund ("Management Fee") is currently up to 1.2 per cent per annum plus value added tax at the prevailing rate. This Management Fee is calculated monthly on the basis of the average net Sub-fund assets and is paid at the end of each month.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent are specified as a global fee (the "Service Fee"), which amounts to a maximum of 0.25 per cent per annum plus value added tax at the prevailing rate, but subject to a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with central administration and a minimum of €12,500.00 per annum from the net Sub-fund assets for services provided in connection with the depositary, registrar and transfer agent functions.

Fund Management Regulations

Coordinated version dated 22 December 2010

Article 1 The fund

KAPITALFONDS L.K. (hereinafter referred to as "Fund") has been established under the law of the Grand Duchy of Luxembourg as an undertaking for collective investment in transferable securities ("UCITS") in the form of an investment fund (*fonds commun de placement*). The Fund shall be managed by GS&P KAPITALANLAGEGESELLSCHAFT S.A. (hereinafter referred to as "Fund Management Company") in its own name for the joint account of the unit holders (hereinafter referred to as "Unit Holders"). The Fund Management Company is a public limited company under the law of the Grand Duchy of Luxembourg; its registered office is situated in Luxembourg.

- (1) The Fund shall comprise one or more Sub-funds within the meaning of section 133 of the Law of 20 December 2002 relating to undertakings for collective investment. All the Sub-funds together shall make up the Fund. Each investor shall have a holding in the Fund as a result of the investor's holding in a Sub-fund. The assets of the Fund, comprising the assets of the different Sub-funds, shall be stated in **euros**.
- (2) The net Fund assets (Fund assets less the liabilities attributable to the Fund) may not fall below one million two hundred and fifty thousand euros (€1,250,000.00). For the purposes of determining compliance with the minimum value for the net Fund assets as specified in these Fund Management Regulations, the entirety of the Fund assets must be considered, the entirety of the Fund assets being derived from the aggregate of the net assets in the different Sub-funds.
- (3) In the relationship between the Unit Holders among themselves, each Sub-fund shall be deemed to be a separate, independent group of assets. The rights and obligations of the Unit Holders in one Sub-fund shall be separate from those of the Unit Holders in each of the other Sub-funds. The assets of a Sub-fund shall be exposed to liability solely to the extent of the investments of the Unit Holders in this Sub-fund and to the extent of the amounts due to those creditors whose receivables arose in connection with the establishment, management or liquidation of this Sub-fund.
- (4) The unit price shall be calculated separately for each Sub-fund in accordance with the rules laid down in the Fund Management Regulations.
- (5) The investment limits specified in the Fund Management Regulations shall be applied separately to each Sub-fund. The investment limits specified in article 5 item 13.2 of the Fund Management Regulations shall also apply to the net assets of the Fund as a whole, i.e. the total net assets derived from the aggregate of the net assets in each of the Sub-funds.
- (6) The Fund Management Company may at any time (taking account of statutory requirements) establish new Sub-funds or liquidate existing Sub-funds. Existing Sub-funds in the Fund may not be merged.
- (7) All information relating to the liquidation of a Sub-fund shall be published at least 30 days beforehand in the *Mémorial C, Recueil des Sociétés et Associations*, the Official Journal of the Grand Duchy of Luxembourg (hereinafter referred to as "*Mémorial*"), and in at least two daily newspapers with appropriate circulation. One of these daily newspapers must appear in Luxembourg.
- (8) The units in the Sub-funds (hereinafter referred to as "Units") shall be issued in the form of Unit Holder acknowledgements (hereinafter referred to as "Unit Holder Acknowledgements").
- (9) The assets of the Fund, which shall be held in safe custody by HSBC Trinkaus & Burkhardt (International) SA in its role as the depositary (hereinafter referred to as "Depositary"), shall be held separately from the assets of the Fund Management Company.
- (10) The contractual rights and obligations of the Unit Holders, the Fund Management Company and the Depositary shall be governed by the provisions in these Fund Management Regulations. The initial version of

the Fund Management Regulations, and any eventual changes to these regulations, shall be published in the *Mémorial* in accordance with article 18 of the Fund Management Regulations and shall be added to the Luxembourg commercial and company register, where copies may be obtained.

- (11) By purchasing a Unit, the Unit Holder accepts the Fund Management Regulations and all duly approved and published amendments thereto.

Article 2 Fund management company

- (1) The Fund Management Company is GS&P KAPITALANLAGEGESELLSCHAFT S.A.
- (2) The Fund Management Company shall manage the Fund in its own name but exclusively in the interests and for the joint account of the Unit Holders. Management authority shall extend to the exercise of all rights directly or indirectly associated with the assets of the Fund.
- (3) The Fund Management Company shall define the investment policy for the Fund taking into account statutory and contractual investment limits. The board of directors of the Fund Management Company may entrust one or more of its members or other individuals or legal entities with the implementation of the day-to-day investment policy.
- (4) While retaining overall responsibility, the Fund Management Company may make use of investment advisers at its own discretion.

Article 3 Depositary

- (1) The Depositary for the Fund is HSBC Trinkaus & Burkhardt (International) SA, a public limited company under Luxembourg law. The registered office of the company is situated at 8, rue Lou Hemmer, Findel-Golf, Grand Duchy of Luxembourg.
- (2) The Depositary shall be responsible for providing safe custody for the assets of the Fund. The rights and obligations of the Depositary shall be based on statutory provisions, the Fund Management Regulations and the relevant depositary agreement.
- (3) All transferable securities and other assets of the Fund shall be held in safe custody by the Depositary in separate accounts or custody accounts; these accounts and their contents may only be used in accordance with the provisions set forth in the Fund Management Regulations. While retaining overall responsibility, and subject to the consent of the Fund Management Company, the Depositary may engage third parties, in particular other banks or transferable securities clearing and deposit agents, to provide safe custody for the transferable securities and other assets.
- (4) To the extent permitted by the law, the Depositary shall be entitled and under an obligation to carry out the following in its own name:
- (a) pursue claims by Unit Holders against the Fund Management Company or a previous depositary;
 - (b) object to, and take action against, any enforcement action initiated by third parties if such enforcement action is as a result of a claim under which there is no liability involving the Fund assets.
- (5) The Depositary shall be bound by directions issued by the Fund Management Company provided that such directions are not in breach of the law, the Fund Management Regulations or the Prospectus for the Fund.
- (6) The Depositary shall at any time be entitled to terminate its appointment as the depositary in accordance with the depositary agreement. In such a case, the Fund Management Company must act in accordance with article 14 of the Fund Management Regulations and liquidate the Fund or appoint another bank as the depositary within two months subject to the consent of the relevant supervisory authority; until such time, the current Depositary must continue to meet its depositary obligations in full in order to protect the interests of the Unit Holders.

Likewise, the Fund Management Company shall at any time be entitled to terminate the Depositary's appointment in accordance with the depositary agreement. Such termination must necessarily lead to the liquidation of the Fund in accordance with article 14 of the Fund Management Regulations unless the Fund Management Company is

beforehand able to appoint another bank as the Depositary subject to approval from the relevant supervisory authority and this bank takes over the statutory functions of the previous Depositary.

Article 4 Registrar and transfer agent

The Fund Management Company has appointed HSBC Trinkaus & Burkhardt (International) SA, a public limited company under Luxembourg law and whose registered office is situated at 8, rue Lou Hemmer, Findel-Golf, Grand Duchy of Luxembourg, as the Registrar and Transfer Agent for the Fund by means of an agreement dated 9 November 2007. The parties have entered into this agreement for an indefinite period and either party may terminate the agreement subject to a notice period of three months.

Article 5 General investment principles and investment limits

The Fund Management Company shall specify the investment policy for each Sub-fund in the annex to the Prospectus applicable to the Sub-fund concerned.

The Fund Management Company may make suitable arrangements and, subject to the consent of the Depositary, make changes to the investment limits and/or other parts of the Fund Management Regulations and Prospectus as well as include additional investment limits that may be necessary in order to meet the requirements of those countries in which units are sold or planned to be sold.

The investments by the Fund or each individual Sub-fund may comprise the following assets:

1.

1.1. Transferable securities or money market instruments admitted to official listing, or traded on, a regulated market;

1.2. Transferable securities and money market instruments traded on another regulated market in a Member State of the European Union that is recognised, open to the public and operates regularly;

1.3. Transferable securities and money market instruments admitted to official listing on a stock exchange in a non-member state of the European Union or traded on another regulated market in a non-member state of the European Union that is recognised, open to the public and operates regularly;

1.4. Recently issued transferable securities and money market instruments, provided that

- the terms of issue include an undertaking that application will be made for admission to official listing on a stock exchange outside the European Economic Area or to another regulated market that is recognised, open to the public and operates regularly;
- such admission is secured within one year of issue.

2. Units in undertakings for collective investment in transferable securities (UCITS) that have been authorised in accordance with Directive 85/611/EEC and/or in units in other undertakings for collective investment (UCIs) within the meaning of the first and second indents under article 1 (2) of Directive 85/611/EEG whether situated in a Member State of the EU or not, provided that

2.1. these other UCIs have been authorised under laws that provide that they are subject to supervision considered by the *Commission de Surveillance du Secteur Financier* ("CSSF") to be equivalent to that laid down in Community law and that cooperation between authorities is sufficiently ensured,

2.2. the level of protection for unit holders in these other UCIs is equivalent to that provided for the Unit Holders in the Fund and in particular that the rules on segregation of assets, borrowing, lending and uncovered sales of transferable securities and money market instruments are equivalent to the requirements under Directive 85/611/EEC,

2.3. the business of these other UCIs is described in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period,

2.4. no more than 10 per cent of the assets of the UCITS or other UCI, the purchase of units in which is contemplated, can, according to their fund rules or articles of incorporation, be invested in aggregate in units of other UCITS or other UCIs,

3. Deposits with credit institutions that are repayable on demand or have the right to be withdrawn, and maturing in no more than twelve months, provided that the credit institution has its registered office in a Member State of the European Union or, if the registered office of the credit institution is situated in a non-member state of the European Union, provided that it is subject to prudential rules considered by the CSSF as equivalent to those laid down in Community law,

4. Financial derivative instruments ("Derivatives") including equivalent cash-settled instruments that are traded on one of the regulated markets referred to in items 1.1, 1.2 and 1.3 above and/or financial derivative instruments traded over the counter ("OTC Derivatives"), provided that

4.1. the underlying instrument consists of instruments within the meaning of items 1 to 5 or financial indices, interest rates, foreign exchange rates or currencies, in which the Fund may invest according to the investment objectives as stated in the Prospectus (plus annexes) and the Fund Management Regulations,

4.2. the counterparties to OTC Derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the CSSF, and

4.3. the OTC Derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed out by an offsetting transaction at any time at their fair value at the initiative of the Fund,

5. Money market instruments other than those traded on a regulated market and those that are usually traded on money markets, are liquid and whose value can be precisely determined at any time if the issuer or the issuer of such instruments is itself regulated for the purposes of protecting investors and savings, and provided that such instruments are

5.1. issued or guaranteed by a central, regional or local authority or by a central bank of a Member State, the European Central Bank, the European Union or the European Investment Bank, a non-member state or, in the case of a federal nation state, by one of the federal states making up the federation, or by a public international body to which one or more Member States belong, or

5.2. issued by an undertaking, any securities of which are traded on regulated markets referred to in items 1.1, 1.2 and 1.3 above, or

5.3. issued or guaranteed by an establishment subject to prudential supervision in accordance with the criteria defined by Community law, or by an establishment that is subject to and complies with prudential rules considered by the CSSF to be at least as stringent as those laid down by Community law, or

5.4. issued by other bodies belonging to the categories approved by the CSSF provided that investments in such instruments are subject to investor protection equivalent to that laid down in items 5.1, 5.2 or 5.3 and provided that the issuer is a company whose capital and reserves amount to at least ten million euros (€10,000,000) and that presents and publishes its annual accounts in accordance with Directive 78/660/EEC, is an entity that, within a group of companies that includes one or several listed companies, is dedicated to the financing of the group, or is an entity that is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.

6. On behalf of the Fund, the Fund Management Company may

6.1. invest up to 10 per cent of the Fund assets in transferable securities and money market instruments other than those specified in item 1;

6.2. purchase movable and immovable property that is essential for the direct pursuit of its business;

6.3. not purchase precious metals, nor investment certificates related to precious metals;

7. The Fund may also hold cash with a value equivalent to up to 49 per cent of its assets; in exceptional cases, cash may also account for a proportion in excess of 49 per cent if this appears to be necessary in the interests of the Unit Holders.

8. A risk management system shall be implemented within the Fund. This system shall allow the Fund Management Company at all times to monitor and measure the risk associated with the investment positions in the Fund and the respective proportions of risk that these positions account for within the overall risk profile of the investment portfolio. If investments in OTC Derivatives are not precluded in any of the annexes to this Prospectus, the Fund shall in this regard implement a system that facilitates a precise, independent measurement of the risk associated with a Derivative.

The Fund shall ensure that the total risk associated with Derivatives does not exceed the total net value of the Fund portfolio.

The calculation of risks shall take into account the fair value of the underlying instruments, credit risk, the foreseeable market trends and the maturities of the positions. This shall also apply to the following subparagraphs.

As part of its investment strategy within the limits specified in item 9.5, the Fund may invest in Derivatives provided that the overall risk associated with the underlying instruments does not exceed the investment limits specified in item 9. In the case of index-based Derivatives, the investment limits specified in item 9 may be ignored.

If a Derivative is embedded in a transferable security or money market instruments, such a Derivative must be included in calculations to assess compliance with the provisions of this article.

9.

9.1. No more than 10 per cent of the assets in the Fund may be invested in transferable securities or money market instruments issued by the same body. The Fund may not invest more than 20 per cent of its assets in deposits made with the same body. The credit risk exposure associated with Fund transactions involving OTC Derivatives must not exceed 10 per cent of the assets if the counterparty is a credit institution within the meaning of item 3, or 5 per cent of the assets in all other cases.

9.2. The total value of transferable securities and money market instruments from issuers in each of which the Fund has invested more than five per cent of its assets must not exceed 40 per cent of the total value of the Fund assets. This limit shall not apply to deposits and OTC Derivative transactions with financial institutions subject to prudential supervision.

Notwithstanding the individual upper limits in item 9.1, no more than 20 per cent of the assets in the Fund may be invested in a single body with a combination of

- a) transferable securities or money market instruments issued by this body and/or
- b) deposits with this body and/or
- c) OTC Derivatives purchased from this body.

9.3. The investment limit specified in the first sentence of item 9.1 shall be increased to a maximum of 35 per cent if the transferable securities or money market instruments are issued or guaranteed by a Member State of the European Union, by its local authorities, by a non-member state of the European Union or by public international bodies to which one or more Member States belong.

9.4. The investment limit specified in the first sentence of item 9.1 shall be increased to a maximum of 25 per cent if certain bonds are issued by a credit institution that has its registered office in a Member State of the European Union and the credit institution is by law subject to special public supervision that is designed to protect bondholders. In particular, sums deriving from the issue of these bonds must be invested in conformity with the law in assets that, during the entire maturity of the bonds, are capable of covering the claims attaching to the bonds and that, in the event of failure of the issuer, would be used on a priority basis for the reimbursement of the principal and payment of the accrued interest.

If more than 5 per cent of the assets in the Fund are invested in bonds as defined in the first subparagraph of item 9.4 and issued by a single body, the aggregate value of all such investments in bonds must not exceed 80 per cent of the value of the Fund assets.

9.5. The investment limit of 40 per cent specified in item 9.2 shall not apply to the transferable securities and money market instruments specified in items 9.3 and 9.4.

The investment limits specified in items 9.1, 9.2, 9.3 and 9.4 may not be combined, and thus investments in accordance with items 9.1, 9.2, 9.3 and 9.4 in transferable securities and money market instruments issued by the same body or in deposits or Derivatives with this body may not exceed a total of 35 per cent of Fund assets

Companies that are included in the same group for the purposes of preparing consolidated financial statements within the meaning of Directive 83/349/EEC or belong to the same group of companies in accordance with recognised international accounting standards must be regarded as a single body for the purposes of determining compliance with the investment limits specified in this article.

In aggregate, the Fund may invest up to 20 per cent of its assets in transferable securities and money market instruments issued by companies in the same corporate group.

10.

10.1. Without prejudice to the investment limits specified in item 13, the limits specified in item 9 for investments in shares and debt instruments issued by the same body shall be increased to no more than 20 per cent if the objective of the investment policy for the Fund as defined in the Prospectus and the Fund Management Regulations is to replicate the composition of a certain stock or debt securities index recognised by the CSSF. However, the prerequisites for the application of this rule shall be:

- a) the composition of the index must be sufficiently diversified;
- b) the index must represent an adequate benchmark for the market to which it refers;
- c) the index must be published in an appropriate manner.

10.2. The investment limit specified in item 10.1 shall be raised to a maximum of 35 per cent where this proves to be justified by exceptional market conditions, in particular in regulated markets where certain transferable securities or money market instruments are highly dominant. The investment up to this limit is only permitted for a single issuer.

11. In accordance with the principle of risk-spreading, the Fund Management Company may for each Sub-fund invest up to 100 per cent of its assets in different issues of transferable securities and money market instruments issued or guaranteed by a Member State of the European Union, by its local authorities, by a member state of the OECD, or by public international bodies to which one or more Member States of the European Union belong, provided that (i) these transferable securities are derived from at least six different issues, and (ii) no more than 30 per cent of the net assets in the Sub-fund concerned are invested in transferable securities from a single issue.

12.

12.1. The Fund may purchase units in other UCITS and/or other UCIs as defined in item 2, provided that no more than 20 per cent of the Fund assets is invested in units from a single UCITS or other UCI.

12.2. Investments made in units of UCIs other than UCITS may not exceed 30 per cent of the Fund assets. In cases in which the Fund has purchased units in another UCITS and/or other UCI, the investment limits referred to in item 9 do not need to take into account the assets of the other UCITS or other UCI concerned.

12.3. If the Fund invests in units of other UCITS and/or other UCIs that are managed, directly or by delegation, by the same fund management company or by any other company with which the Fund Management Company is linked by common management or control or by a substantial direct or indirect holding amounting to more than 10 per cent of the equity or voting rights, the Fund Management Company or that company may not charge subscription or redemption fees related to the Fund's investment in the units of these other UCITS and/or UCIs, nor may it charge a management fee.

If the Fund invests a significant proportion of its assets in units of other UCITS and/or other UCIs, the Prospectus shall include information on the maximum value of management fees to be charged to the Fund itself and to the other UCITS and/or other UCIs in which the Fund intends to invest.

12.4. Each of the individual Sub-funds managed by the Fund Management Company may invest no more than 10 per cent of the value of its assets in units of the investment funds listed in article 5.2 of these Fund Management Regulations. If a different regulation is put in place for a particular Sub-fund, this regulation must be specified in the prospectus for the Sub-fund concerned.

13.

13.1. For any of the investment funds managed by the Fund Management Company that fall within the scope of part 1 of the Law of 20 December 2002 relating to undertakings for collective investment, the Fund Management Company may not purchase units carrying voting rights that would enable it to exercise significant influence over the management of the issuer.

13.2. Moreover, the Fund may purchase no more than:

- a) 10 per cent of the non-voting units in the same issuer;
- b) 10 per cent of the debt instruments from the same issuer;
- c) 25 per cent of the units in the same UCITS and/or other UCI;
- d) 10 per cent of the money market instruments from the same issuer.

Compliance with the investment limits specified under b), c) and d) shall not be required upon purchase of units if the gross amount of the debt instruments or money market instruments, or the net amount of the issued units, cannot be determined at the time of the purchase.

13.3. Items 13.1 and 13.2 shall not apply if the investments involve:

- a) transferable securities and money market instruments issued or guaranteed by a Member State of the European Union or its local authorities;
- b) transferable securities and money market instruments issued or guaranteed by a non-member state of the European Union;
- c) transferable securities and money market instruments issued by public international bodies of which one or more Member States of the European Union are members;
- d) shares held by the Fund in the capital of a company incorporated in a non-member state of the European Union that invests its assets mainly in the transferable securities of issuing bodies having their registered office in that country, where, under the legislation of that country, such a holding represents the only way in which the Fund can invest in the transferable securities of issuing bodies in that country. This derogation, however, shall apply only if, in its investment policy, the company from the non-member state of the European Union complies with the limits specified in items 9, 12, 13.1 and 13.2. Where the limits set in items 9 and 12 are exceeded, item 14 shall apply *mutatis mutandis*.

14.

14.1. Compliance with the investment limits set in this article shall not be required if the Fund is exercising pre-emptive rights linked to transferable securities or money market instruments that form part of its assets.

Without prejudice to the obligation to comply with the principle of risk-spreading, the Member States of the European Union may allow derogations for funds newly admitted to trading in respect of the investment limits specified in items 9, 10, 11 and 12 during a period of six months from the date of admission to trading.

14.2. If the limits specified in item 14.1 are exceeded by the Fund, either unintentionally or as a result of exercising pre-emptive rights, the Fund must adopt as a priority objective for its sales transactions the remedying of that situation, taking due account of the interests of its Unit Holders.

14.3. If the issuer is a legal entity with several sub-funds in which the assets of a particular sub-fund are liable solely for the claims of the unit holders in this sub-fund and/or for the claims of creditors whose receivable arose in connection with the establishment, operation or liquidation of this sub-fund, each sub-fund shall be considered a separate issuer for the purposes of applying the regulations relating to risk-spreading in articles 9, 10 and 12.

15.

15.1. Neither the Fund Management Company nor the Depositary, acting for the account of the Fund, may draw down loans.

However, the Fund may purchase foreign currency by means of a back-to-back loan.

15.2. In a derogation from item 15.1, the Fund may draw down loans with a value equivalent to up to 10 per cent of its assets, provided that such loans are on a short-term basis.

16.

16.1. Without prejudice to the application of items 1 to 8, neither the Fund Management Company nor the Depositary may grant loans or act as a guarantor for third parties using Fund assets.

16.2. Item 16.1 shall not prevent the purchase by the undertakings concerned of transferable securities, money market instruments or other financial instruments under items 2, 4, and 5 that are not yet fully paid.

17. The Fund Management Company or the Depositary, acting for the account of the Fund, shall not be permitted to enter into uncovered sales of transferable securities, money market instruments or other financial instruments that are specified in items 2, 4 and 5.

The investment limits specified in this article shall relate to the point at which transferable securities are purchased. If the specified percentages are exceeded subsequently as a result of exchange-rate movements or reasons other than additional purchases, the Fund Management Company shall endeavour without delay to restore compliance with the specified limits with due regard to the interests of the Unit Holders.

Article 6 Techniques and instruments

a. General provisions

Each fund may use Derivatives for both investment and hedging purposes as well as employ other techniques and instruments.

If these transactions involve the use of Derivatives, the conditions and limits must be consistent with the provisions set forth in article 5 above. In the case of derivatives, the provisions set out in article 5.8 concerning risk management procedures must be observed in particular.

b. Repurchase agreements for transferable securities

Each Sub-fund may from time to time purchase transferable securities under repurchase agreements, provided that the counterparty does undertake to repurchase the transferable securities concerned. Each Sub-fund may also sell transferable securities in its portfolio under genuine repurchase agreements. In such agreements, the Sub-fund concerned shall undertake to repurchase the sold transferable securities and the assignee shall undertake to resell to the Sub-fund the transferable securities it has purchased under the agreement. The counterparty in such agreements must be a top-ranking financial institution specialising in this type of business. In addition, the counterparty must be subject to prudential supervision considered by the CSSF to be equivalent to the regulation under Community law.

During the term of a genuine repurchase agreement under which transferable securities are purchased, the Sub-fund must not sell, pledge or otherwise use as a guarantee the transferable securities subject to the agreement unless the Sub-fund has other collateral at its disposal.

The following may form the subject matter of repurchase agreements under which transferable securities are to be purchased:

(i) Short-maturity bank investment certificates or money market instruments as defined by Directive 2007/16/EC of 19 March 2007 implementing Council Directive 85/611/EEC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) as regards the clarification of certain definitions, (ii) bonds issued or guaranteed by a member country of the OECD, its local authorities or by supranational bodies at community, regional or international level, (iii) shares or units issued by money market funds for which a net asset value is determined on a daily basis and for which an AAA or equivalent rating has been published, or (iv) bonds issued by a non-governmental issuer and offering adequate liquidity, and (v) shares that are listed or traded on a regulated market in a Member State of the European Union or on a stock market in a member country of the OECD if these are included in an index of significance. Transferable securities purchased under a genuine repurchase agreement must be consistent with the investment policy for the Sub-fund and comply with the investment limits for the Sub-fund when considered together with the other transferable securities included in the Sub-fund portfolio.

In the case of a repurchase agreement under which transferable securities are to be sold, the Fund Management Company must ensure that the Sub-fund has the necessary assets at its disposal that will enable it to repurchase the transferable securities for the Sub-fund at the agreed price as and when it is required to do so.

The volume of repurchase agreements must always be held at a level that allows the Sub-fund to meet its repurchase obligations at all times. If repurchase agreements are to be undertaken by a Sub-fund, this shall be disclosed separately in the relevant annex to the Prospectus relating to the Sub-fund concerned.

The counterparty risk exposure of the Sub-fund in respect of a single counterparty arising from one or more repurchase agreements under which transferable securities are purchased and from the lending of transferable securities described under c. must not exceed 10 per cent of the Sub-fund assets if the counterparty is a credit institution within the meaning of section 41 (1) letter f) of the Law of 20 December 2002 relating to undertakings for collective investment, or 5 per cent of the Sub-fund assets in all other cases.

c. Lending of transferable securities

Transferable securities may be lent within the framework of a standardised transferable securities lending system organised by a recognised transferable securities clearing body or within the framework of a transferable securities lending system organised by a financial institution that is subject to prudential supervision considered by the CSSF to be equivalent to the regulation under Community law and that specialises in this type of business. The Fund Management Company, together with any investment managers, must ensure that the volume of transferable securities lending remains at a reasonable level so that any redemption obligations may be satisfied at all times and so that there is no adverse impact on the management of the assets in accordance with the relevant investment policy. If transferable securities lending is to be undertaken by a Sub-fund, this shall be disclosed separately, together with the purpose of the transferable securities lending, in the relevant annex to the Prospectus relating to the Sub-fund concerned.

As part of any transferable securities lending transaction, the Sub-fund must obtain a guarantee, the value of which on the date the agreement is signed and during the entire term of the lending agreement must be equivalent to at least 90 per cent of the aggregate value of the transferable securities lent under the agreement. The counterparty risk exposure of the Sub-fund in respect of a single counterparty arising from one or more transferable securities lending agreements and from the repurchase agreements described under b. must not exceed 10 per cent of the Sub-fund assets if the counterparty is a credit institution within the meaning of section 41 (1) letter f) of the Law of 20 December 2002 relating to undertakings for collective investment, or 5 per cent of the Sub-fund assets in all other cases. In this regard, the following types of guarantee may be taken into account in order to reduce the counterparty risk. The following types of guarantee are permitted: (i) cash (ii) bonds issued or guaranteed by a member country of the OECD, its local authorities or by supranational bodies at community, regional or international level, (iii) shares or units issued by money market funds for which a net asset value is determined on a daily basis and for which an AAA or equivalent rating has been published, (iv) units issued by UCITS that invest in bonds/equities listed under items (v) and (vi) below, (v) bonds issued by a top-ranking issuer and offering adequate liquidity, or (vi) shares that are listed or traded on a regulated market in a Member State of the European Union or on a stock market in a member country of the OECD if these are included in an index of significance.

No guarantee is required if the transferable securities lending is effected by Clearstream, Deutscher Kassenverein, Euroclear or another recognised settlement undertaking that itself lodges collateral in accordance with the requirements specified above in the form of a guarantee in favour of the lender of the transferable securities concerned.

Reinvestment of any monies lodged as a guarantee is only permitted if such a reinvestment is consistent with the latest circulars published by the CSSF, in particular CSSF circular 08/356.

d. Other techniques and instruments

The Fund Management Company may, for each Sub-fund, make use of other techniques and instruments based on transferable securities provided that the use of such techniques and instruments forms part of the proper management of the Sub-fund assets.

Article 7 Fund units

(1) Units in the Fund shall be documented in the form of Unit Holder Acknowledgements. Currently, only Unit Holder Acknowledgements in multiples of 1, 10, 100, 1,000 and 10,000 units shall be issued. Units may also be documented in just one global certificate.

(2) All Units in a Sub-fund shall have the same rights.

(3) Within each Sub-fund, various "unit classes" with different features may also be issued, such unit classes to be defined by the board of directors at an appropriate time. The features may include, for example, a specified distribution or reinvestment policy, a particular fee structure or other specific features as determined by the board of directors and specified for each Sub-fund in the annex to the Prospectus.

(4) The issue and redemption of Units, together with payments in respect of Units, shall be carried out by the Fund Management Company, the Depositary and via each Selling Agent and Paying Agent.

Article 8 Issuance of units

(1) Investors may subscribe to Units by submitting a written application to the Registrar and Transfer Agent, Depositary, Selling Agents or Paying Agent; the application must include the information requested on the subscription application form.

Payments must be transferred to the account specified on the subscription application form. Payment transfers must include information on the identity of the subscriber and the Sub-fund for which the subscriber intends to purchase Units.

In the case of joint applicants, all applicants must sign the application. Each individual applicant shall have authority to take decisions in respect of the Units concerned.

Applicants must specify whether the Units applied for are to be allocated from one or more Sub-funds.

The payment for the subscription may also be in kind in the form of transferable securities, provided that these transferable securities are accepted by the board of directors of the Fund Management Company and by the Depositary. A payment in kind shall be subject to the requirement that a valuation report be prepared by the independent auditor for the Fund in accordance with section 26-1 (2) of the Law of 10 August 1915 (as amended) in relation to commercial companies. The transferable securities constituting the payment in kind must be consistent with the investment policy of the Sub-fund for which the Unit application is made. These transferable securities must be valued in compliance with the valuation rules set out in the contractual terms and conditions. The costs arising as a result of such valuations and the report carried out by the auditor shall be borne by the investor concerned.

(2) At its own discretion, the Fund Management Company may at any time reject a subscription application or temporarily restrict, suspend or definitively cease the issue of Units if this appears to be necessary in the interests of all the Unit Holders, for the protection of the Fund Management Company, for the protection of the Sub-fund concerned, in the interests of the investment policy, or if the specific investment objectives of the Sub-fund are at risk.

(3) Units shall be purchased at the issue price for the Valuation Day concerned (as defined in the following article). Subscription applications received by the Registrar and Transfer Agent up to **17.00 hours** (Luxembourg time) on a Valuation Day shall be settled on the basis of the Unit price for the next Valuation Day. Subscription applications received after **17.00 hours** (Luxembourg time) on a Valuation Day shall be settled on the basis of the Unit price on the next Valuation Day but one.

The issue price must be paid in to the Depositary within three working days of the Valuation Day concerned.

(4) The Units shall be allocated by the Depositary on behalf of the Transfer Agent without delay upon receipt of the issue price by the Depositary.

(5) The Depositary shall repay without delay any payments received that are related to non-executed subscription applications.

(6) The sales commission to be paid to the Fund Management Company, Selling Agents or Paying Agent, and which is expressed as a percentage of the net asset value, may amount to up to 5 per cent. In the case of larger applications, some or all of the sales commission due may be waived.

Article 9 Calculation of unit price

(1) The value of a Unit ("Unit Price") shall be expressed in the currency of the Sub-fund(s) concerned. The Fund Management Company or a third party engaged by the Fund Management Company shall, under the supervision of the Depositary, calculate the Unit Price on each stock market working day in Luxembourg and Frankfurt am Main ("Valuation Day"). The Unit Price of a Sub-fund shall be calculated by dividing the net asset value by the number of Units of this Sub-fund outstanding on the Valuation Day.

(2) If different unit classes are issued within a Sub-fund, the Unit Price for each such unit class shall be calculated by dividing the net assets for this unit class by the number of Units in the unit class outstanding on the Valuation Day.

(3) Net assets shall be calculated in accordance with the following principles:

(a) transferable securities officially listed on a stock exchange shall be valued using the latest available price;
(b) transferable securities that are not officially listed on a stock exchange but that are traded on a regulated market in accordance with article 5 item 1 of the Fund Management Regulations shall be valued at a price that may be no lower than the bid price and no higher than the offered price at the time of the valuation and that the Fund Management Company considers to be the best possible price at which the transferable securities concerned can be sold;

(c) if such prices are not equivalent to market prices or if prices cannot be established for transferable securities other than those specified under a) or b), these Units shall be valued in the same way as all other assets at the relevant fair value, as determined by the Fund Management Company in good faith using generally accepted valuation rules that can be verified by independent auditors;

(d) Cash shall be valued at face value plus interest; fixed deposits with an original maturity of more than 60 days may be valued on the basis of the agreed return, provided that there is a corresponding agreement between the financial institution holding the fixed deposits and the Fund Management Company and such agreement includes a provision to the effect that these fixed deposits can be called at any time and the amount realised in the event of any such call will be this agreed return;

(e) all assets denominated in a currency other than the Sub-fund currency shall be translated into this Sub-fund currency at the most recent mid rate;

(f) Investment units shall be valued using the latest specified and obtainable redemption price.

(4) Income equalisation arrangements may be applied to a Sub-fund.

(5) If the Fund Management Company receives a large volume of redemption applications that cannot be fulfilled from the available cash in the Fund or by drawing down loans permitted for the Fund, the Fund Management Company may determine the Unit Price on the basis of the prices on the Valuation Day on which it carries out the necessary sales of transferable securities for the Fund; this shall then also apply for any subscription applications for the Fund submitted at the same time.

Article 10 Suspension of the calculation of the unit price

The Fund Management Company shall be entitled temporarily to suspend the calculation of the Unit Price for the Fund if circumstances so require and if the suspension is justified having due regard to the interests of the Unit Holders, in particular

(1) during a period in which a stock exchange or another market on which a substantial portion of the assets in the Fund concerned are officially listed or traded is closed for reasons other than normal weekends or public holidays, or trading on this stock exchange or market concerned is suspended or restricted;

(2) in emergency situations where the Fund Management Company does not have access to Fund assets, it is impossible for the Fund Management Company to freely transfer the value of investment purchases or sales, or the Fund Management Company cannot properly carry out the calculation of the Unit Price.

The Fund Management Company shall publish the suspension or the resumption of the calculation of the Unit Price without delay in at least one daily newspaper in the countries in which Units in the Fund have been authorised for public sale and shall notify all Unit Holders who have offered Units for redemption.

Article 11 Redemption of units

(1) Unit Holders in the Fund shall be entitled to request the redemption of their Units at any time. Units may only be redeemed on a Valuation Day. The redemption price shall be paid within three working days of the relevant Valuation Day against the return of the Unit Holder Acknowledgement.

(2) Units shall be redeemed at the redemption price on the Valuation Day concerned. Redemption applications received by the Registrar and Transfer Agent up to **17.00 hours** (Luxembourg time) on a Valuation Day shall be settled on the basis of the Unit Price for the next Valuation Day. Redemption applications received after **17.00 hours** (Luxembourg time) on a Valuation Day shall be settled on the basis of the Unit Price on the next Valuation Day but one.

(3) Subject to the prior consent of the Depositary, the Fund Management Company shall be entitled to fulfil any large volume of redemption applications that cannot be met from the cash in the Fund or from loans that the Fund is permitted to draw down only after it has sold corresponding assets in the Fund concerned without delay.

(4) The Depositary shall be obliged to make the payment unless there are legal provisions, e.g. foreign exchange regulations, or other circumstances outside the control of the Depositary that prevent the transfer of the redemption price to the applicant's home country.

(5) For each Fund, the Fund Management Company may unilaterally repurchase Units in return for payment of the redemption price if this appears to be necessary in the interests of all the Unit Holders, for the protection of the Fund Management Company, or the protection of the Fund concerned.

Article 12 Exchange of units

Unit Holders in a Sub-fund shall be entitled to exchange some or all of their Units in the Sub-fund for Units in another Sub-fund on a Valuation Day applicable to both Sub-funds by submitting a written application directly to the Registrar and Transfer Agent, Depositary or Selling Agent. The application must include the following information: the number of

Units to be exchanged from each Sub-fund and the proportions according to which the Units to be exchanged are to be allocated to one or more Sub-funds if the exchange is to be for Units in more than one new Sub-fund.

It should be noted that the exchange of Units may only be effected when the relevant Unit Holder Acknowledgements have been received.

The exchange shall be based on the relevant net asset value per Unit for the Sub-fund concerned. The Fund Management Company shall use the following formula to calculate the number of Units to be offered in exchange for the Units that the Unit Holder wishes to exchange:

Formel

A = Number of Units in the new Sub-fund to be issued

B = Number of Units in the Sub-fund originally held

C = Redemption price per Unit in the Sub-fund originally held, less any selling costs

D = Issue price per Unit in the new Sub-fund, plus reinvestment costs

E = Any exchange fee levied (max. 1 per cent of the asset value), comparable exchange applications on the same day being subject to the same exchange fee.

F = Exchange rate; if the old and new Sub-funds are denominated in the same currency, the exchange rate is 1.

A maximum of 1 per cent of the value of the exchanged Units may be levied as an exchange fee in favour of the original Sub-fund.

Article 13 Financial year and auditing

(1) The financial year for the Fund shall begin on 1 July and end on 30 June.

(2) The annual financial statements for the Fund shall be audited by KPMG Audit S.à r.l., *réviseur d'entreprises*, Luxembourg.

Article 14 Duration and liquidation of the fund and the sub-funds

(1) The Fund shall be established for an indefinite period.

(2) Without prejudice to the provision in item (1) of this article, the Fund or a Sub-fund may be liquidated at any time by the Fund Management Company.

(3) The Fund must be liquidated in the following situations:

(a) if the appointment of the Depositary is terminated without the appointment of a new depositary within the statutory or contractual time limits;

(b) if the Fund Management Company becomes bankrupt or is wound up for any reason whatsoever;

(c) if the Fund assets remain below one quarter of the minimum level specified by article 1 (1) of the Fund Management Regulations for more than six months;

(d) in other situations provided for in the Law of 20 December 2002 relating to undertakings for collective investment or in the Fund Management Regulations.

(4) If circumstances arise that lead to the liquidation of the Fund, the issue and redemption of Units shall be suspended and the Fund Management Company shall liquidate the Fund or Sub-funds in the best interests of the Unit Holders.

(5) At the direction of the Fund Management Company or any liquidators appointed by the Fund Management Company or by the Depositary, the Depositary shall distribute the liquidation proceeds net of any liquidation costs and fees ("Net Liquidation Proceeds") to the Unit Holders of each Sub-fund in accordance with their respective rights. Net liquidation proceeds not claimed by Unit Holders by the end of the liquidation process shall be deposited at the end of the liquidation process by the Depositary with the *Caisse des Consignations* in the Grand Duchy of Luxembourg for the account of the beneficiary Unit Holders. If these amounts are not claimed within the period specified by law, all such claims shall then lapse.

(6) The Unit Holders, their heirs, legal successors or creditors may not request either the liquidation or the division of the Fund.

(7) The liquidation of the Fund or Sub-fund in accordance with this article shall be published by the Fund Management Company in accordance with statutory provisions in the "*Mémorial*" and in at least two daily newspapers, of which one must be a Luxembourg newspaper.

Article 15 Merger of sub-funds

(1) The Fund Management Company shall be permitted to take a decision to merge one or more Sub-funds with another Sub-fund in the Fund in the following circumstances:

(a) if, on a Valuation Day, the net assets in a Sub-fund have fallen below an amount that is considered the minimum amount required to enable the Sub-fund to be managed economically; currently, this amount is set at €5 million;

(b) if the continued management of the Sub-fund is no longer considered economic owing to a substantial change in economic or political circumstances or for reasons of profitability.

(2) The decision of the Fund Management Company to merge one or more Sub-funds shall be published in accordance with the provisions set forth in Article 19 of the Fund Management Regulations.

(3) Unit Holders in the Sub-fund concerned shall have the right to redeem some or all of their Units without charge at the applicable Unit Price in accordance with article 9 of the Fund Management Regulations within one month of publication of the merger decision by the Fund Management Company. The Units held by Unit Holders who do not request the redemption of their Units shall be replaced by Units in the Sub-fund remaining after the merger on the basis of the Unit Prices for the Valuation Day preceding the day the merger comes into force. Fractions of Units may be issued. The assets of the Sub-fund concerned shall be added to the portfolio of the Sub-fund remaining after the merger, provided that the addition of these assets is not in contravention of the investment policy of the other Sub-fund.

(4) In certain circumstances, the Fund Management Company shall have the right to decide to merge one or more Sub-funds with another Luxembourg investment fund (part I of the Law of 20 December 2002). It may decide to carry out such a merger if the net assets for a Sub-fund fall below €5 million or if there are changes in the economic and political situation. The Unit Holders in Sub-funds merged with a Luxembourg investment fund shall also have the right, prior to the actual merger, to withdraw from the Sub-fund concerned by redeeming their Units without charge within one month of publication of the merger decision by the Fund Management Company.

Any decision by the Fund Management Company to merge one or more Sub-funds with another Luxembourg investment fund (part I of the Law of 20 December 2002) shall be published in accordance with the provisions set forth in article 19 of these Fund Management Regulations.

Any decision to merge a Sub-fund or Sub-funds with another foreign investment fund shall require the consent of the Unit Holders in the Sub-fund(s) to be merged. However, any such consent must be given unanimously by the Unit Holders in the Sub-fund(s) concerned. If this criterion is not satisfied, only those Unit Holders voting in favour of the merger shall be bound by the decision. All other Unit Holders shall be assumed to have submitted an application for redemption of their Units.

Article 16 Expenses and general costs

(1) In return for managing the Fund and its assets, the Fund Management Company shall receive a fee ("Management Fee"). This Management Fee shall be calculated and paid out in accordance with the provisions in the annexes to the Prospectus. The Management Fee may amount to up to 2 per cent per annum (plus value added tax) of the net assets in each Sub-fund. The Management Fee shall include the fees for any services provided by investment advisers.

In addition, the Fund Management Company may receive from the assets of each Sub-fund an additional performance fee ("Performance Fee") as specified in the relevant Prospectus annex for each Sub-fund.

The fees for the services provided by the Depositary, Central Administrative Agent and the Registrar and Transfer Agent shall be specified in the annexes to the Prospectus in the form of a global fee (the "Service Fee"). This Service Fee may be higher or lower than the figure specified in the annexes to the Prospectus depending on the net assets in the Fund.

(2) The following costs may also be charged to the Fund:

- (a) taxes and similar charges levied on the Sub-fund's assets, its income or on expenses charged to this Sub-fund;
- (b) costs of legal advice incurred by the Fund Management Company or the Depositary acting in the interests of the Unit Holders of a Sub-fund;
- (c) costs of the independent auditor for the Fund;
- (d) costs for the preparation of the Fund Management Regulations, their publication and entry in the commercial register, and similar costs for other documents, e.g. prospectuses relating to the Sub-fund concerned, including the costs of registration or written explanations that have to be submitted to all registration authorities and stock exchanges (including local securities traders associations) in connection with the Fund or the offer of Units in the Fund;
- (e) printing and distribution costs of the annual and half-yearly reports for Unit Holders in all required languages, together with printing and distribution costs of all other reports and documents required in accordance with applicable laws or regulations issued by the aforementioned authorities;
- (f) costs of publications aimed at Unit Holders;
- (g) an appropriate proportion of costs for advertising, marketing support, implementation of the marketing strategy and other marketing activities and other such costs incurred directly in connection with the offering and sale of Units;
- (h) costs of implementing a risk management system in accordance with statutory requirements;
- (i) all costs in connection with the purchase and sale of assets.

(3) All costs shall initially be offset against ordinary income, then against capital gains, and finally against the Fund assets. Other costs, such as the costs of establishing the Fund in particular, may be amortised over a maximum period of five years.

When new Sub-funds are launched, the costs incurred in connection with establishing the new Sub-fund may be amortised against the assets of the Sub-fund over a period of no more than five years from the inception date of the Sub-fund concerned.

(4) Costs that relate separately to individual Sub-funds shall be charged to the Sub-funds concerned; otherwise, costs that relate to the entire Fund shall be charged to the individual Sub-funds pro rata based on the net assets in each Sub-fund.

(5) Each Sub-fund shall be treated as an independent unit in relationships with third parties and in relationships between Unit Holders. In this sense, each Sub-fund shall be responsible solely for its own liabilities allocated to the Sub-fund in the calculation of net asset value.

Article 17 Time limits and presentation deadlines

(1) Claims by Unit Holders against the Fund Management Company or Depositary relating to distributions or allocations may no longer be enforced before the courts after five years from the date the claim arises; the provision set out in article 14 (5) of the Fund Management Regulations remains unaffected by this rule.

(2) The presentation deadline for coupons is five years from the publication of the distribution declaration concerned.

Article 18 Amendments to the fund management regulations and publication of the amendments

(1) The Fund Management Company may amend some or all of the Fund Management Regulations at any time subject to the consent of the Depositary.

(2) Any amendments to the Fund Management Regulations shall be entered in the Luxembourg commercial register and shall come into force on the date they are signed unless otherwise specified. A reference to the entry in the Luxembourg commercial register shall be published in the *Mémorial*. The Fund Management Company may undertake wider publication of the amendments.

Article 19 Publication of other information

(1) Information on issue and redemption prices may be obtained from the Fund Management Company or from other agents specified in the Prospectus.

(2) In connection with the Fund, the Fund Management Company shall prepare a prospectus, a simplified prospectus, an audited annual report as well as a half-yearly report in accordance with statutory provisions in the Grand Duchy of Luxembourg.

(3) Unit Holders shall be able to obtain the Fund documents listed under item 2 of this article from the registered office of the Fund Management Company or from other agents specified in the Prospectus.

(4) The liquidation of a Fund in accordance with article 14 of the Fund Management Regulations shall be published by the Fund Management Company in accordance with statutory provisions in the "*Mémorial*" and in at least two national daily newspapers, of which one must be a Luxembourg newspaper.

Article 20 Applicable law, place of jurisdiction and contract language

(1) The Fund Management Regulations shall be governed and construed in accordance with Luxembourg law. In particular, the provisions of the Law of the 20 December 2002 relating to undertakings for collective investment shall apply in addition to the rules set forth in the Fund Management Regulations. The same shall also apply to the legal relationships between the Unit Holders, the Fund Management Company and the Depositary.

(2) Any legal dispute between Unit Holders, the Fund Management Company and the Depositary shall be subject to the jurisdiction of the relevant court in the Luxembourg judicial district of the Grand Duchy of Luxembourg. The Fund Management Company and the Depositary shall have the right to submit themselves and the Fund to the jurisdiction and the law of any country in which Units in the Fund are publicly sold, provided that the reason for doing so is in respect of claims that are made by investors domiciled in the country concerned and that relate to matters concerning the Fund.

(3) In the event of discrepancies between different language versions of the Fund Management Regulations, the German text shall prevail.

Article 21 Effective date

These Fund Management Regulations shall come into force on 22 December 2010.