

CARMIGNAC Grande Europe

**A resolutely pan-European,
100% stock-picking Fund**



D. Loggia
Fund manager



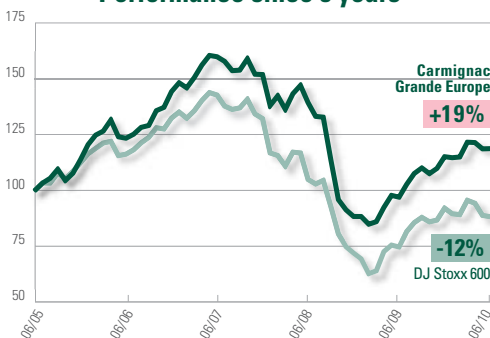
J. Cvetanovski
Fund manager

Carmignac Grande Europe is a pan-European stock-picking Fund. At least 75% of the Fund is invested in member states of the European Union and the emerging economies of Eastern Europe and also on a complementary basis in Russia and Turkey.



Overall Morningstar Rating™

Performance since 5 years



Performance at 30/06/10

	1 year	3 years	5 years
Fund	+22.44%	-25.76%	+18.68%
Indicator	+18.21%	-38.33%	-11.82%
Quartile	3	2	2

Net assets at 30/06/10

Carmignac Grande Europe Net Assets:	699 M€
Total Carmignac assets invested in European equity:	1,789 M€

Active management

Rigorous stock analysis is the cornerstone of the management of Carmignac Grande Europe. The result is strong geographical and sector diversification, with an active search for opportunities all over Europe. The Fund invests in high-quality companies which are undervalued. These companies will have stable free cash flow growth or cyclical but high free cash flows. Alternatively they may be in special situations (undergoing restructuring or overlooked by the market).

Conviction-based management

Our investment philosophy is based on a long-term entrepreneurial approach to investment, to take full advantage of company growth without being influenced by short-term market fluctuations. With this perspective, our management team focuses on exploring new horizons and growth areas throughout Europe.

Growth discoverers

The quality and expertise of the managers of the companies we select play an integral part in our investment decisions. The directors must be involved in the business and preferably have a direct stake in the capital. The many trips made to various countries, offer opportunities to not only meet business leaders, but also discuss matters with the country's political, economic and financial decision-makers. This real on-the-ground expertise allied to a strong local presence is central to our approach.

An experienced team

David Loggia, responsible for European management, has co-managed the Fund since 2003 with Jordan Cvetanovski. They benefit from the analysis of the other members of the European management team, François Escoffier and François-Joseph Furry.

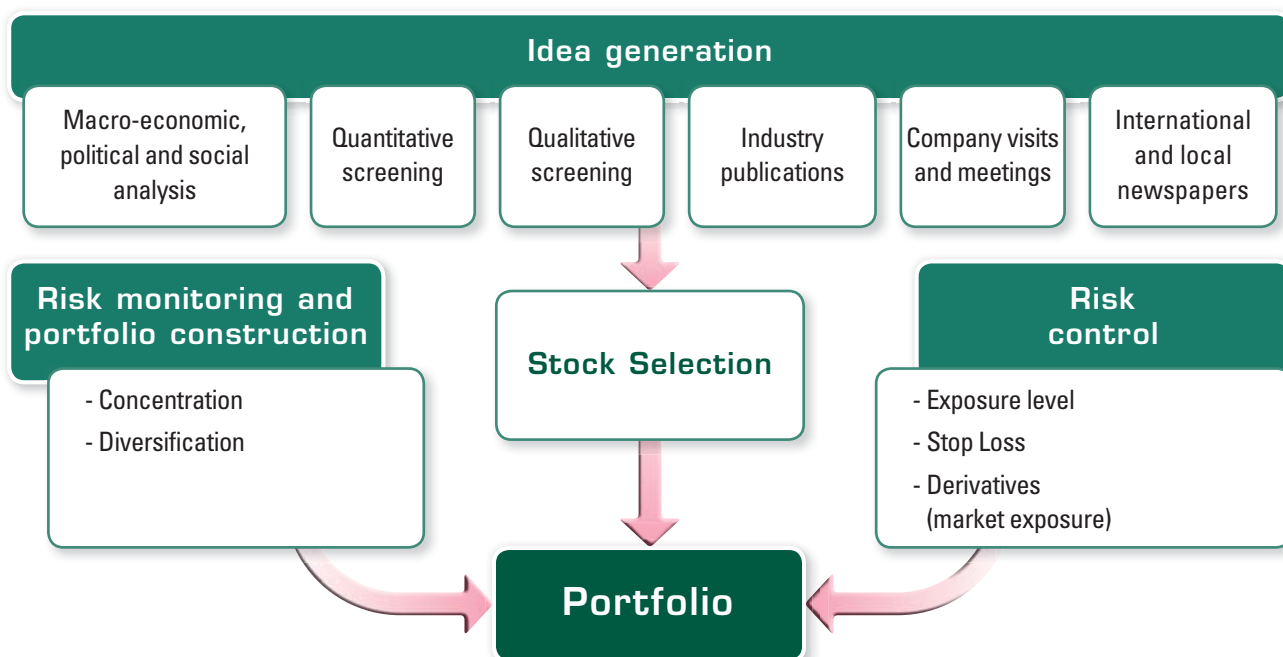
Source Morningstar at 30/06/2010.

Performance indicator: DJ Stoxx 600.

Past performance is not a guarantee of future returns. Performance is not constant over time and is not guaranteed. All performance takes into account management fees.

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Investment process



Portfolio construction

- Stock diversification within the same sector or within the same region.
- Weightings are between 1% and 3% depending on the risk / return ratio in order to balance the portfolio.
- At least 75% of the portfolio is invested in European equities (ie companies based in the European Union).

Portfolio and risk management

Liquidity is monitored within the portfolio and across all European management positions.

Active risk management

- Equity risk is managed by using hedging in bearish markets to protect investments.
- Most hedging instruments are stock index and foreign currency futures.

Fund characteristics

- Launch date: 01/07/99
- Legal form: Sub-fund of Luxembourg-domiciled SICAV
- Bloomberg code: CAREURC LX
- ISIN code: LU0099161993
- Currency: EUR
- Dividend policy: capitalisation
- Performance indicator: DJ Stoxx 600
- Fixed management fee: 1.5%
- Variable Management Fee: 20% of the outperformance of the Fund relative to its performance indicator in the case of a positive performance
- Maximum Subscription Fee: 4%
- The Fund has no capital protection
- Recommended minimum investment horizon: 5 years

Annual performances of the fund

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Carmignac Grande Europe	+30.3%	-41.9%	+5.3%	+26.8%	+25.6%	+30.3%	+16.0%	-16.9%	-28.4%	-9.1%
DJ Stoxx 600	+28.0%	-45.6%	-0.2%	+17.8%	+23.5%	+9.5%	+13.7%	-32.5%	-17.0%	-5.2%

Source Morningstar at 30/06/2010.

Performance indicator: DJ Stoxx 600.

Past performance is not a reliable indicator of future results. Performance is not constant over time and is not guaranteed. The full prospectuses for our range of funds are available on our website www.carmignac.lu or on request. Investors are advised to note in particular the sections in the prospectuses on "investment strategy", "risk factors" and "expenses and commissions". You must consider the degree of exposure to the various risks relating to your overall allocation and your personal circumstances. You should also consult your own legal, financial, tax, accounting or other professional adviser, if you think it necessary. This document is not intended as an invitation to buy or personal advice. It should not be considered as solicitation or canvassing. By fulfilling its obligations, CARMIGNAC GESTION may not be held liable for any financial or other consequences of any kind whatsoever resulting from the investment.