

CARMIGNAC Emergents

Capitalizing on growth opportunities in emerging countries

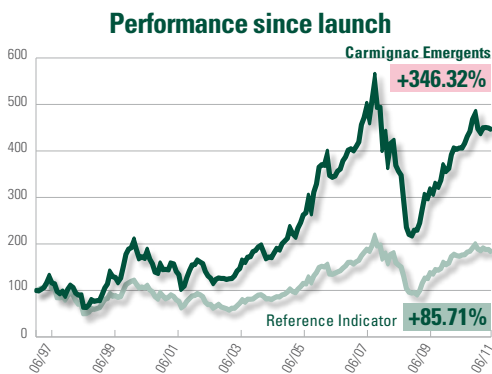


S. Pickard
Fund Manager

Carmignac Emergents is a global emerging fund whose objective is to seek out the most attractive growth opportunities through a selection of stocks with strong development potential. The fund benefits from an active and non-benchmarked management style covering all cap sizes within a wide investable universe.



Overall Morningstar Rating™



Performance at 30/06/2011

	1 year	3 years	5 years	10 years
Fund	+9.85%	+21.03%	+29.97%	+181.19%
Indicator	+5.49%	+14.58%	+35.23%	+107.29%
Quartile	1	2	3	1

Net assets at 30/06/2011

Carmignac Emergents Net Assets:	1,988.35 M€
Total Carmignac assets invested in emerging market equity:	10,286.94 M€

Active management

Carmignac Emergents combines a dual top-down and bottom-up approach and constantly revalues its allocation in light of observed and expected economic cycles. The management style is focused on in-depth knowledge of each region and country, as well as a stringent analysis of the various companies with emphasis on financial security and stock liquidity.

Conviction-driven management

Free from any benchmark constraints, the management team has a very high level of freedom, enabling it to take up major regional, sector and theme level positions. The diversification of investment themes enables the portfolio to be constructed in a way that may differ from its performance indicator so that the level of risk can be adjusted to market conditions.

Growth discoverer

The quality and expertise of the managers of the companies we select play a very strong part in our investment decisions. The management team 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.

Experienced team

For over 20 years, Carmignac Gestion has been investing in emerging countries in order to benefit from their formidable growth potential. The management team dedicated to emerging markets combines a variety of individual expertise: Simon Pickard, fund manager and head of emerging market management, supported by Jordan Cvetanovski specialist in Eastern Europe & the Middle East, David Young Park and Xavier Hovasse, analysts for Asia and Latin America & Africa respectively. The management team also relies on the global expertise built up by Edouard Carmignac and Frédéric Leroux, as well as the analysis of the sector manager, David Field (commodities).

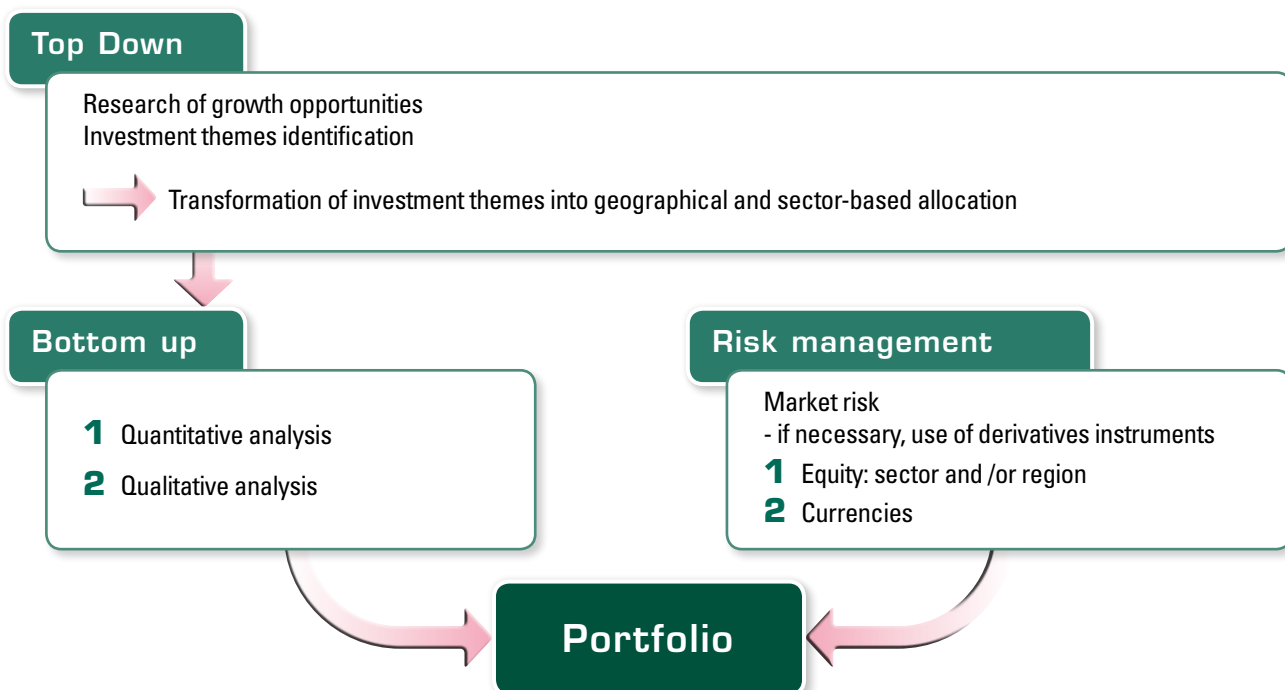
Source Morningstar at 30/06/2011.

Reference indicator: MSCI Emerging Markets Free (Eur).

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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The investment process



Portfolio monitoring

- Analysis of contributions to absolute and relative performance.
- Monitoring of portfolio liquidity.
- Exclusion of non-liquid markets.
- Decision to diversify stocks within the same sector or geographical region.
- Analysis of deviation from the performance indicator.
- Qualitative analysis based on meetings with management (three to four times a year) and visits to all the companies in the portfolio (at least once a year).

Risk exposure management

- Including the political and geographical risks in the analysis can lead to the complete withdrawal from a position or country.
- Possibility of reducing equity exposure (minimum 60%) using derivatives instruments.
- Possibility of hedging the currency risk up to 100% when this is similar to a dollar risk.

Fund characteristics

- Date of 1st NAV: 03/02/97
- Legal form: FCP (French Mutual fund)
- Bloomberg Code: CAREMER FP
- ISIN Code: FR0010149302
- Currency: EUR
- Dividend policy: capitalisation
- Performance indicator: MSCI Emerging Markets Free (Eur)
- 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 (at 31 December 2010, in calendar years)

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
Carmignac Emergents	+30.9%	+68.4%	-55.9%	+22.8%	+22.3%	+59.7%	+12.1%	+45.9%	-11.7%	+4.0%	-22.9%
MSCI Emerging Markets Free (Eur)	+24.4%	+69.1%	-52.1%	+23.1%	+15.6%	+50.2%	+13.6%	+26.1%	-21.9%	+0.3%	-27.2%

Source Morningstar at 30/06/2011.

Reference indicator: MSCI Emerging Markets Free (Eur).

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.