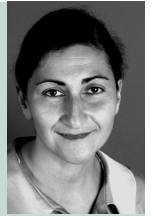


Court Terme

Management report at 31 December 2011



R. Ouahba

Net assets €607,349,851.79 Value of the share €3,738.15

During the quarter, Eonia fell sharply from 1.46% to 0.64%, while three-month Euribor contracted from 1.5% to 1.3%. The ECB adopted decisive monetary policy measures. On the one hand, in terms of conventional measures, it twice cut its base rate, taking it back to the historical low of 1%. On the other hand, in terms of unconventional measures, it reversed its policy by offering banking institutions refunding operations for three years in unlimited amounts.

What are the repercussions of such operations?

In economic terms, these measures help ensure a flow of funding to banks, encouraging them to maintain their support for Europe's economic fabric. The impact is still uncertain for euro zone countries. But by funding banking institutions the ECB undoubtedly hopes to avoid massive new sales of government bonds by commercial banks such as those seen in the second half of 2011. The behaviour of Spanish and Italian government bonds at the beginning of the year seems to have proved it right. Finally, as regards solvency risk, the consequences of such a policy must be feared in the medium term. This is because with banks borrowing to

buy sovereign bonds, if any of these governments defaulted or was downgraded, the impact on the solvency of banks' balance sheets would be immediate, leading to increased systemic risk. Yields now stand at 0.40% for quality names while banks and structurally indebted issuers are being funded at between 1% and 1.25% at three months.

During the quarter, **Carmignac Court Terme** enjoyed performance of 0.26% against 0.20% for capitalised Eonia. This outperformance was due to the lengthening of the portfolio's maturity, enabling us to capture three-month yields in excess of Eonia. While we continue to favour securities in this maturity at the beginning of the year, our prudence with respect to banks has been alleviated by the change in ECB policy. The ECB is likely to continue its monetary easing, though it seems to be taking its time before going below the historical threshold of 1%. The investment rates from which we benefited were spread out between 0.51% and 1.56% at 30 December.

The portfolio's average return was 1.30% at the end of the quarter, with an average duration of 56 days.

Portfolio Carmignac Court Terme at 31/12/2011		Interest Rates	Total value (€)	% of net assets
Cash, cash equivalents and derivatives operations			29 493 655.29	4.86
	CASH (INCLUDING COLLATERAL CASH FROM DERIVATIVE POSITIONS)		2 492 603.47	0.41
	REPO		27 001 051.82	4.45
COMMERCIAL PAPER AND DEPOSIT CERTIFICATES			577 856 196.50	95.14
5 000 000	AB INBEV 07/03/2012	1.520%	4 985 909.69	0.82
5 000 000	AB INBEV 16/02/2012	1.510%	4 990 187.42	0.82
5 000 000	AB INBEV 22/02/2012	1.517%	4 988 629.13	0.82
20 000 000	AEGON 27/03/2012	1.470%	19 932 092.04	3.28
5 000 000	AEGON 07/03/2012	1.410%	4 986 371.47	0.82
15 000 000	ALLIANZ 01/03/2012	1.200%	14 967 066.56	2.46
10 000 000	ALLIANZ 07/03/2012	1.230%	9 977 179.28	1.64
5 000 000	ALLIANZ 27/03/2012	1.300%	4 985 543.85	0.82
20 000 000	ALSTOM 12/01/2012	1.130%	19 992 488.36	3.29
10 000 000	ALSTOM 16/02/2012	0.910%	9 988 147.01	1.64
25 000 000	AXA 28/02/2012	0.990%	24 959 539.87	4.11
20 000 000	BARCLAYS 07/03/2012	1.200%	19 955 470.62	3.29
5 000 000	BARCLAYS 23/02/2012	1.200%	4 991 027.52	0.82
10 000 000	BMW 09/03/2012	1.135%	9 978 306.02	1.64
30 000 000	BNP PARIBAS 02/03/2012	1.450%	29 924 270.15	4.93
20 000 000	BPCE 08/03/2012	1.465%	19 944 859.75	3.28
13 000 000	CARREFOUR 29/02/2012	1.490%	12 967 837.77	2.14
6 025 000	CARREFOUR 11/01/2012	1.240%	6 022 720.57	0.99
10 038 000	CARREFOUR 20/02/2012	1.500%	10 016 749.82	1.65
10 000 000	COFIDIS 03/02/2012	1.350%	9 985 325.17	1.64
20 000 000	COFIDIS 12/03/2012	1.370%	19 945 389.19	3.28
5 000 000	COFIDIS 20/02/2012	1.560%	4 990 399.67	0.82
10 000 000	CRCAM AQUITAINE 15/03/2012	1.460%	9 969 695.18	1.64
10 000 000	CRCAM AQUITAINE 24/02/2012	1.440%	9 978 080.65	1.64
20 000 000	CRCAM CENTRE-EST 02/03/2012	1.420%	19 951 263.78	3.28
5 000 000	ENEL 17/02/2012	1.520%	4 989 905.88	0.82
25 000 000	ENEL 29/02/2012	1.550%	24 935 668.72	4.11
10 000 000	LVMH 09/01/2012	0.725%	9 998 188.67	1.65
15 000 000	MICHELIN 09/02/2012	0.510%	14 993 466.18	2.47
10 000 000	MICHELIN 16/01/2012	0.710%	9 996 846.50	1.65
15 000 000	NATIXIS 17/02/2012	1.390%	14 972 298.40	2.47
10 000 000	NATIXIS 23/02/2012	1.415%	9 978 851.48	1.64
20 000 000	PEUGEOT 12/03/2012	1.420%	19 943 403.15	3.28
5 000 000	PEUGEOT 16/02/2012	1.370%	4 991 088.15	0.82
10 000 000	PEUGEOT 20/02/2012	1.360%	9 980 801.48	1.64
10 000 000	PEUGEOT 27/03/2012	1.410%	9 966 046.01	1.64
10 000 000	RENAULT 08/03/2012	1.480%	9 972 148.64	1.64
20 000 000	RENAULT 12/03/2012	1.520%	19 939 432.71	3.28
5 000 000	RENAULT 16/02/2012	1.420%	4 990 764.07	0.82
15 000 000	RENAULT 24/02/2012	1.430%	14 967 348.49	2.46
25 000 000	SOCIETE GENERALE 01/02/2012	1.535%	24 965 987.51	4.11
25 000 000	UBS 24/02/2012	1.130%	24 956 964.56	4.11
30 000 000	VOLKSWAGEN 24/02/2012	1.260%	29 942 435.36	4.93
PORTFOLIO VALUE			577 856 196.50	95.14
NET ASSETS			607 349 851.79	100.00