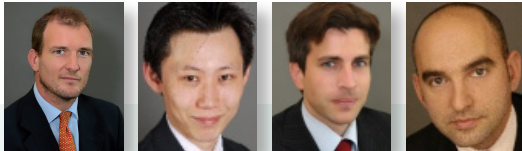


# CARMIGNAC

## Emergents



S. Pickard,  
Fund Manager

D. Young Park  
Analyst, Asia

X. Hovasse  
Analyst, Latin  
America

J. Cvetanovski  
Fund manager/  
Analyst,  
Eastern Europe,  
Middle East

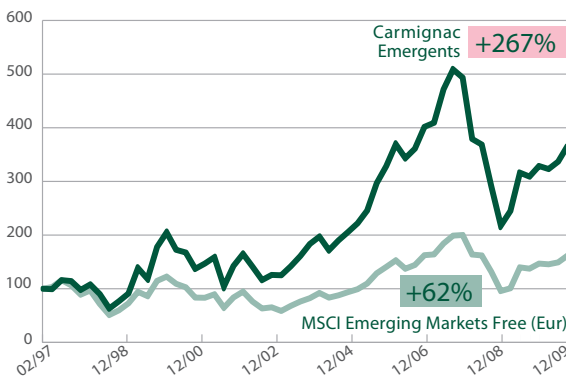
### Capitalizing on the growth opportunities in emerging countries

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 since launch



#### Performance as at 31/12/09

	1 year	3 years	5 years	10 years
<b>Fund</b>	<b>+68.4%</b>	<b>-8.7%</b>	<b>+77.8%</b>	<b>+106.3%</b>
<b>Indicator</b>	<b>+69.1%</b>	<b>-0.4%</b>	<b>+72.9%</b>	<b>+41.2%</b>
<b>Quartile</b>	3	4	2	1

#### Net assets at 31/12/09

Carmignac Emergents  
 Net Assets: **1,508 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 discoverers

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.

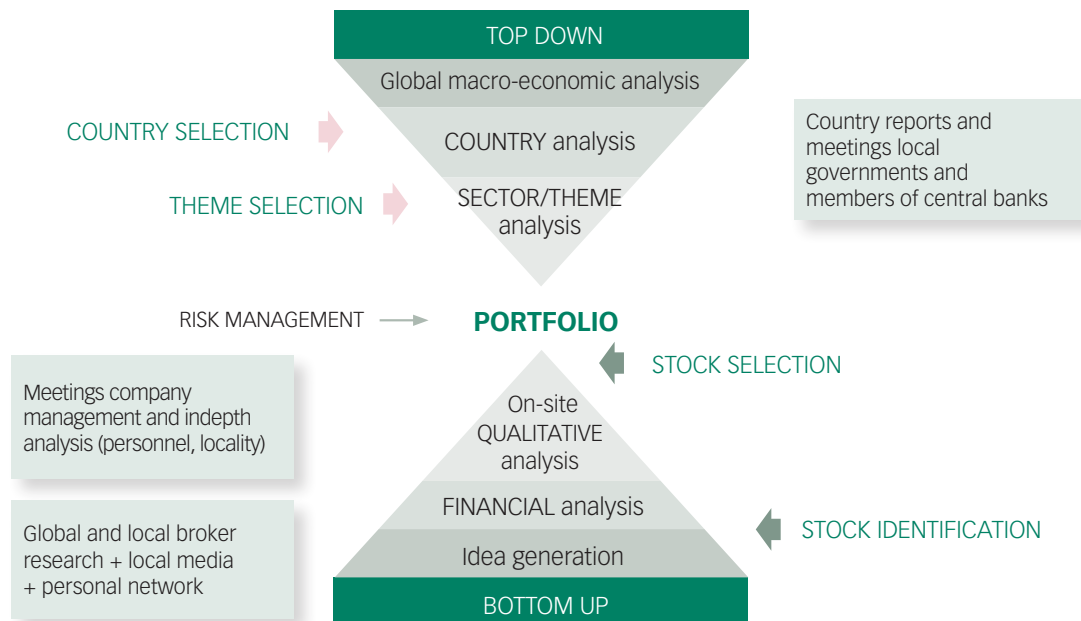
#### Experienced team

For 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 31/12/09. Past performance is not a guarantee of future returns. The value of investments can fall as well as rise and is not guaranteed. You may not get back the amount originally invested. All performance takes into account management fees. Performance figures compare Carmignac Emergents with its reference indicator, MSCI Emerging Markets Free (EUR). Carmignac Emergents: French-domiciled mutual fund created 3rd February 1997. Maximum subscription fee: 4%, Management fees 1.5% per annum, Performance fees 20% of the outperformance of the fund compared to its reference indicator, but only for positive performance. Before any subscription, please refer to the full and simplified prospectus. Both full and simplified prospectus for Switzerland, Fund rules as well as annual and semi-annual reports can be obtained free of charge from our Representative in Switzerland: Banque Genevoise de Gestion, 15 rue Toepffer, CH-1211 Geneva 3. It is recommended that you pay close attention to the following sections within the prospectus: "Investment strategy", "Risk factors", "Fees". This document does not constitute an offer to buy nor a solicitation to sell, nor does it constitute investment advice.

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## The investment process



## Annual performances of the fund

	2009	2008	2007	2006	2005	2004	2003	2002	2001	2000
<b>Carmignac Emergents</b>	<b>+68.4%</b>	<b>-55.88%</b>	<b>+22.83%</b>	<b>+22.28%</b>	<b>+59.71%</b>	<b>+12.13%</b>	<b>+45.85%</b>	<b>-11.74%</b>	<b>+3.95%</b>	<b>-22.92%</b>
MSCI Emerging Markets Free (Eur)	+69.1%	-52.12%	+23.10%	+15.55%	+50.16%	+13.63%	+26.12%	-21.92%	+0.26%	-27.19%

## Portfolio tracking

- Analysis of contributions to absolute and relative performance
- Monitoring of portfolio liquidity
- Exclusion of non-liquid markets
- Commitment to diversifying stocks within a given sector or region
- Analysis of deviations in relation to the performance indicator
- Qualitative tracking through meetings with management (three to four times a year) and visits to all the companies in the portfolio (at least once a year)

## Risk Management

- Consideration of the political and geographical risks may result in total withdrawal from a position or a country
- The possibility of reducing equity exposure to equities by the use of appropriate hedges (minimum 60%)
- The possibility of hedging the currency risk, when this equates to a dollar risk

## Fund characteristics

- Launch date: 03/02/97
- Legal form: French Mutual fund
- Bloomberg Code: CAREMER FP
- ISIN Code: FR0010149302
- Currency: EUR
- Distribution 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
- Front-end load: 4%
- The Fund has no capital protection guarantee
- Minimum recommended investment term: 5 years