

# CARMIGNAC Global Bond

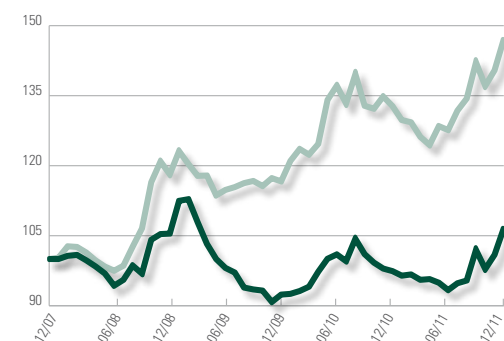


C. Zerah  
Fund manager

## Carmignac Gestion's international convictions on fixed income, credit and currency markets

Carmignac Global Bond is an international bond fund which principally invests in international bonds and currencies. Its active and discretionary management policy is based on the implementation of strategic and tactical positions as well as arbitrages on international fixed income and currency markets, with a substantial part in emerging markets. Both macro-economic analysis and study of the risk factors aim at optimizing the strategic asset allocation. Carmignac Global Bond is a sub-fund of the Luxembourg SICAV Carmignac Portfolio.

### Performance since launch



Carmignac Global Bond (A) +6.63%  
Reference indicator\*\* +47.11%

### Net assets at 30/12/2011

Carmignac Global Bond  
Net Assets: € 592.5 M

### The benefit of macroeconomic analysis combined with fixed income expertise

- Understand market events based on our **global macroeconomic** outlook.
- **Invest in a broad investment universe** to benefit from as many opportunities as possible.
- **Adopt a reactive approach to asset allocation among all the different fixed income classes.**
- **Ability to deviate considerably from the composition of the index** and benefit from a broad modified duration range (-4 to +10).

### Diversified access to bond market opportunities

#### Interest-rate strategies

- Choice of geographic allocation and position on the yield curve.
- Government bonds from developed and emerging countries.

#### Credit spreads strategies

- Investment in high yield and investment grade bond categories.

#### Currency strategies

- Emerging country government bonds denominated in international currency (euro and dollar) and corporate bonds from companies worldwide.
- Positioning on the main international currencies comprising the index as well as emerging market currencies.

### Synergy between the management teams

Charles Zerah, manager, boasts more than 15 years' experience in bond markets and emerging markets in particular. Through daily discussions, he draws on the expertise and analysis of the entire management team.

### Annual performance of the fund (at 30 December 2011, in calendar years)

	2011	2010	2009	2008
Carmignac Global Bond (A)	+9.47%	+5.44%	-12.39%	+5.45%
Reference indicator**	+10.81%	+13.82%	-1.27%	+17.80%

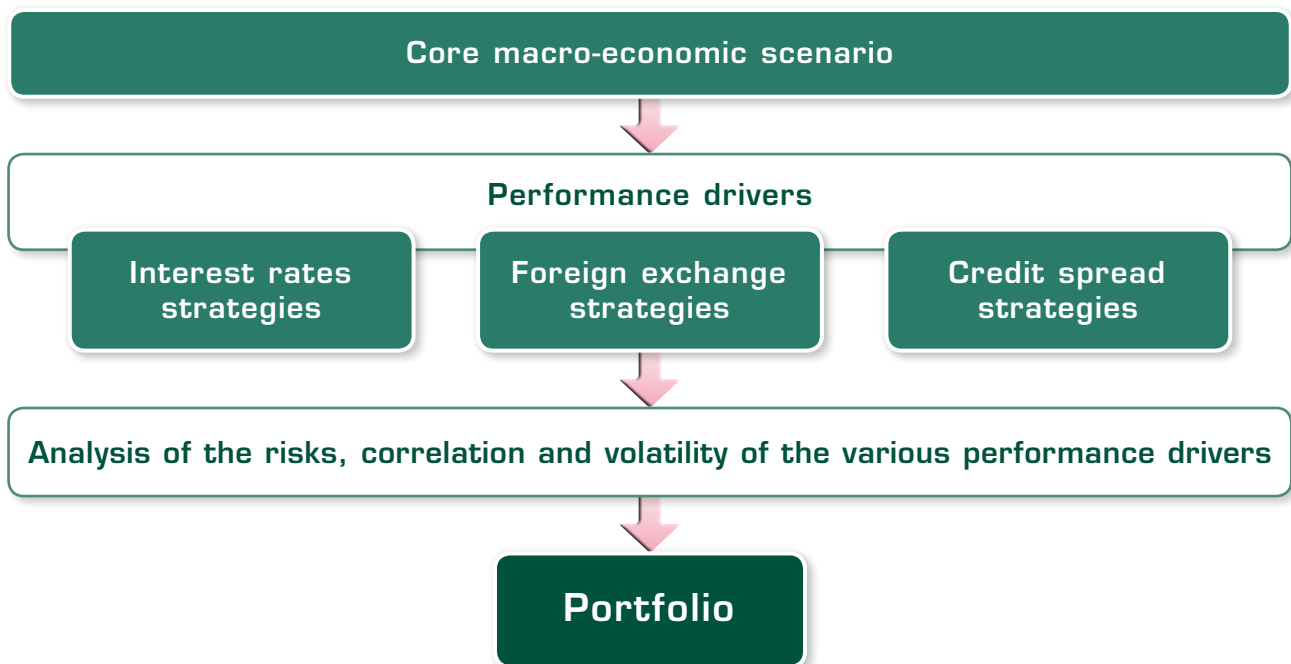
Source Carmignac Gestion at 30/12/2011

\* Risk scale from 1 (lowest risk) to 7 (highest risk), the risk 1 doesn't mean an investment without risk.

\*\* Reference indicator: JP Morgan Global Government Bond coupons reinvested.

Past performance is not reliable indicator of current or future performance.

## Investment process



## Main risks

**Interest rate risk:** the portfolio's level of modified duration shall be between -3 and 4. Interest rate risk results in a decline in the net asset value in the event of a rise in interest rates. When the modified duration of the portfolio is positive, a rise in interest rates may lead to a reduction in the value of the portfolio. When the modified duration of the portfolio is negative, a fall in interest rates may lead to a reduction in the value of the portfolio.

**Credit risk:** Credit risk is the risk that the issuer may default. Should the quality of corporate bond issuers decline, for example in the event of a downgrade in their rating by the financial rating agencies, the value of the corporate bonds may drop. The net asset value of the Fund may decrease. Furthermore, a more specific credit risk linked to the use of credit derivatives, such as credit default swaps, exists.

**Currency risk:** currency risk is linked to exposure to a currency other than the Fund's valuation currency. The Fund is directly or indirectly exposed to currency risk via its investments and use of forward financial instruments.

## Management of exposure through derivatives

The sub-fund may invest in derivative products which are traded on regulated or over-the-counter markets and have credit, currencies, interest rates or inflation rates as their underlying instrument. The sub-fund may also invest in financial instruments such as credit default swaps (CDS) and use call and put options on currencies.

## Fund profile

- Date of 1st NAV: A share class: 14/12/2007  
GBP share class: 05/11/10
- Legal form: Subfund of Luxembourg-domiciled SICAV
- Bloomberg code: A share class: CARGLBD LX  
GBP share class: CARGBDS LX
- ISIN code: A share class: LU0336083497  
GBP share class: LU0553413385
- Currency: A share class: EUR GBP share class: GBP
- Dividend policy: capitalisation
- Reference indicator: JP Morgan Global Government Bond coupons reinvested
- Fixed management fee: A share class: 1 %  
GBP share class: 1 %
- Variable management fee: 10% of the outperformance of the Fund in case of a positive performance
- Maximum Subscription Fee: A share class: 4 %  
GBP share class: 4 % max
- Modified duration: -4 to +10
- Recommended minimum investment horizon: 2 years
- **The Fund has no capital protection**

*The prospectus, the KIID (Key Investor Information Document), the fund rules/articles of association, as well as annual, semi-annual reports of the Fund are available on our website [www.carmignac.com](http://www.carmignac.com) and can be obtained from our Representative and Paying Agent in Switzerland : Banque Genevoise de Gestion, 15, rue Toepffer, CH-1206 Geneva. You must consider the degree of exposure to the various risks relating to your overall allocation and your personal circumstances. Carmignac Global Bond may not be offered or sold, either directly or indirectly, in the United States or on behalf of or for the benefit of a US person, as defined in Regulation S. 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.*