

Nord Est Fund

FCP under the laws of Luxembourg

Obbligazionario Paesi Emergenti

a sub-fund of Nord Est Fund, under the laws of Luxembourg

SIMPLIFIED
PROSPECTUS
JULY 2007

This Simplified Prospectus contains information about the Nord Est Fund (the "Sub-Fund"), a sub-fund of Nord Est Fund. The Fund is managed by Nord Est Fund. The Fund is registered in Luxembourg since May 1999. The Fund is registered as a collective investment in transferable securities (CIS) in the Luxembourg Prospectus. For more information about the Fund's holdings please see the documents can be obtained free of charge. The distribution of this Simplified Prospectus is not an offer or solicitation in any jurisdiction where the person making the offer or solicitation may not lawfully receive such information.

VISA 2007/27993-2632-3-PS

L'apposition du visa ne peut en aucun cas servir d'argument de publicité
Luxembourg, le 17/07/2007
Commission de Surveillance du Secteur Financier



si Emergenti (the multiple sub-funds. incorporated on 19th undertaking for laid down in the For details about Copies of these time. ain jurisdictions. tion is unlawful, ing the offer or

Investment policy and objectives

The objective of this Sub-Fund is to achieve capital appreciation by investing mainly in a diversified portfolio of mid and long term bonds (including convertible bonds, warrants on transferable securities, zero coupon bonds and Treasury bonds) issued by or guaranteed by national governments or governments agencies from non G-7 States (G-7 consists of Canada, France, Germany, United States, United-Kingdom, Italy and Japan), dealt on regulated markets which operate regularly and are recognised and open to the public as defined in Article 41.1 of the Law. Transferable securities which are not dealt on regulated markets as described hereabove are subject to Article 41.2 of the Law.

Emphasis is placed on bonds issued in the following currency: EUR, JPY, GBP, USD.

Financial techniques and instruments for hedging and/or non hedging purposes may be used. Such financial techniques and instruments shall be used only to the extent they do not hinder the quality of the investment policy of the Sub-Fund.

Investors are advised that subscription in this Sub-Fund shall be considered as a long term investment.

This Sub-Fund invests in less developed or emerging markets. In this context it is specifically drawn to the attention of the investors that they should refer to the Section "Risk Factors", as described in the Prospectus, while investing in this Sub-Fund.

Investment Manager

The Investment Manager of the Sub-Fund is BNP Paribas Asset Management UK Ltd. (formerly Paribas Asset Management Limited), organised under the laws of England. The registered office of BNP Paribas Asset Management UK Ltd. is situated 10 Harewood Avenue, London NW1 6AA, United Kingdom.

As from 3rd of March, 2006, the Investment Manager of the Sub-Fund will be BNP Paribas Asset Management Brasil Ltda, organised under the laws of Brazil. The principal place of business and registered office of BNP Paribas Asset Management Brasil Ltda is Av Juscelino, Kubitschek, 510, 13th Floor, Sao Paulo, SP, Brazil 04543-906, Brazil.

Until 2nd March 2006, Sub-Manager: Fischer Francis Trees & Watts (FFT&W). FFT&W has its registered office at 3 Royal Court, Royal Exchange, London EC3V 3RA, United Kingdom.

Currency

EUR

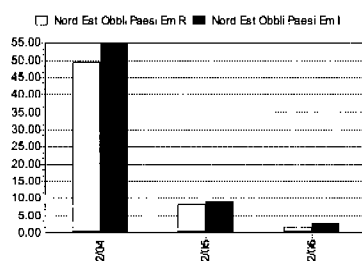
Nord Est Fund

FCP under the laws of Luxembourg

Risk profile

The value of the portfolio is determined daily on the basis of the price/market value of each of the equities contained in the Sub-Fund. The Sub-Fund operates on a basket of high-risk international bonds of medium/long term maturity, diversified by currency and issued by governments and companies of the so called "emerging countries", i.e. governments and government bodies not belonging to the G7. It is pointed out to the subscribers that "emerging markets" can be subject to strong variations, lack of liquidities, and that investments in such markets may be considered as speculative and subject to considerable delays in settlements. Moreover, on the less developed or emerging markets there may exist higher than average risks of political, economic, social, religious instability and negative changes in the government regulations and laws. Moreover, such markets may be influenced negatively by fluctuations in exchange rates and by monetary and fiscal regulations, and consequently the Net Asset Value of such Sub-Fund may be subject to strong variations. Currency hedging is not one of the principal objectives of the Sub-Fund.

Annual performance of Sub-Fund 2003 - 2006 in %



The graph and the table above show the past performance of the Category I and Category R Classes of Units in EUR. Performance is calculated NAV to NAV, with gross income reinvested and excluding initial charge. Past performance is not necessarily indicative to future performance results of the Fund or of the Investment Manager.

Investor profile

Sub-Fund suitable for investors with a good knowledge of capital markets and of the possible evolution of interest and exchange rates; therefore an investor with a high profile of risk confidence and able to withstand a partial immobilization of his capital following temporary losses of fair amounts, even for a certain time (3-4 years). In a vastly diversified portfolio, the Sub-Fund can be suitable for an investment mix.

Classes of shares / units	Class	ISIN Code	Currency	Cap/Distr	Initial minimum/subsequent subscription	Notes
	NORD EST OBBLI PAESI EM I	LU0138389415	EUR	Cap	500.00 0.00	
	NORD EST OBBLI PAESI EM R	LU0102240552	EUR	Cap	500.00 0.00	

How to buy, sell and convert shares / units

How to buy Units

Subscription of the Categories of Units of the Sub-Fund may be performed by means of a single payment subscription procedure ("Single Payment Subscription Procedure") or, if available in the country of subscription through a pluriannual investment plan ("Pluriannual Investment Plan"):

i) Single Payment Subscription Procedure:

Unitholders may subscribe their Category of Units with the Management Company, with the Custodian, or with any authorised bank or sales agent, subject to the approval of the Management Company.

Applications for subscription must be made by sending a subscription request in a form determined by resolution of both the Management Company and the Custodian.

Nord Est Fund

FCP under the laws of Luxembourg

How to buy, sell and convert shares / units

The subscription price per Unit will be based on the Net Asset Value per Unit as of a Valuation Day, provided that the application for subscription must be received by the Management Company prior to 2 p.m. Luxembourg time, on the Business Day preceding the Valuation Day; applications received after that time will be processed on the next Valuation Day.

In addition to the subscription fees applicable to subscriptions, other exceptional fees may be charged to the subscribers in favour of the authorised bank or sale agent who has sold the Units.

In addition, the Management Company may direct the Custodian to reject any application for Units.

The attention of Unitholders is hereby drawn to the fact that Category I may only be subscribed by investors who are qualified to hold such a Category.

Minimum amount of the first investment

The minimum amount of the first investment in the Sub-Fund is set out at EUR 500

Payment procedure

Units will normally be allotted only after receipt of the subscription application together with cleared monies or a document evidencing irrevocable payment within four business days of the Valuation Day. In the case of payment by cheque, Units will be allotted only after confirmation of the cheque's clearance. Certificates, if requested, will be issued only upon payment of the subscription moneys.

The Fund will accept payment in any major freely convertible currency not later than three Business Days after the relevant Valuation Day. If the payment is made in a currency different from the Reference Currency, any currency conversion cost shall be borne by the Unitholder.

Anti-money laundering

Investors will be required to provide identity evidence required by any applicable laws and regulations to anti-money laundering prevention. Subscriptions shall not be processed if such information is not provided.

ii) Pluriannual Investment Plan:

Investors may also subscribe through a Pluriannual Investment Plan which may be subject to other conditions than Single Payment Subscription, provided that these conditions are not less favourable or more restrictive for the Fund. The Board of Directors may notably decide that in addition to the subscription fee applicable to single payment subscriptions, other exceptional fees may be charged to the subscriber of Plan in favour of the authorised bank or sales agent who has placed the Plan. Terms and conditions of such Plan are offered to the subscribers in separate leaflets offered to subscribers in countries, if any, where the Plan is available.

How to sell Units

Unitholders may at any time request redemption of their Units of any Category.

Applications for redemption must be made by sending to the Management Company, or to any bank and sales agent appointed by it for this purpose, a redemption request in a form determined by resolution of both the Management Company and the Custodian. If issued, Unit certificates in proper form and all necessary documents to fulfil the redemption as specified on the redemption

Nord Est Fund

FCP under the laws of Luxembourg

How to buy, sell and convert shares / units

request form should be enclosed with such application.

Redemption requests by a Unitholder who is not a physical person must be accompanied by a document evidencing authority to act on behalf of such Unitholder or power of attorney which is acceptable in form and substance to the Management Company. Redemption requests made in accordance with the foregoing procedure shall be irrevocable, except that a Unitholder may revoke such request in the event that it cannot be honoured for any of the reasons specified in the Chapter "Determination of the Net Asset Value per Unit" of the Prospectus.

Investors may also redeem their Units by means of a redemption Plan. Terms and conditions of such Plan are fully described in separate leaflets offered to subscribers in countries where such Plan is available. In that case, exceptional fees may be charged to the investor in favour of the authorized bank or sale agent who has received the redemption request.

Redemptions will be made at the Net Asset Value per Unit on a Valuation Day of the relevant Category, provided that the application for redemption must be received by the Management Company prior to 2 p.m. Luxembourg time, on the Business Day preceding the Valuation Day; applications received after that time will be processed on the next Valuation Day. It is not currently proposed that a redemption fee shall be levied.

Payment of the redemption price will be made by the Custodian or its agents not later than one week from the relevant Valuation Day or at the date on which the transfer documents have been received by the Management Company, whichever is the later date. Payment for such Category of Units will be made in the Reference Currency of the Sub-Fund. Payment for such Category of Units may also be made in such other currency that may be freely purchased with the Reference Currency and that a Unitholder applying for redemption of its Category of Units may request, provided that any currency conversion cost shall be deducted from the amount payable to such Unitholder.

The Management Company may approve the redemption of Category of Units by means of securities of the corresponding Sub-Fund provided that the holder accepts such a redemption in specie, that such a redemption is not made to the detriment of the remaining holders of Category of Units of the relevant Sub-Fund and provided that the equality amongst holders of the Sub-Fund is at all time maintained. A valuation report, the cost of which is to be borne by the relevant holder, will be drawn up by the auditor ("réviseur d'entreprises agréé") of the Fund and will be deposited with the Court and available for inspection at the registered office of the Fund.

In addition, the Management Company may direct the Custodian to redeem at any time Units held by Unitholders who are excluded from purchasing or holding such Units .

The Management Company may compulsory redeem the entire unitholding of any Unitholder who would not comply with the minimum holding request.

How to convert Units

Units of one Category may be converted into Units of another Category within the same Sub-Fund and Units of a Category of one Sub-Fund may be converted into a Category of Units of another Sub-Fund.

Unitholders are entitled to convert some or all of their Category of Units on any day which is a Valuation Day for both relevant Sub-Funds or Categories, by making application to the Management Company or to any bank and sales agent appointed by it for this purpose, including the relevant information

Nord Est Fund

FCP under the laws of Luxembourg

How to buy, sell and convert shares / units	Applications for conversion must reach the Management Company by 2 p.m. Luxembourg time, on the Business Day preceding the Valuation Day. All applications for conversion reaching the Management Company after the time specified will be executed on the following Valuation Day at the net asset value then prevailing.				
	A request for conversion may be refused by the Management Company if the amount to be converted in one Sub-Fund or Category of Units is inferior to the applicable Minimum Subscription Amount, or if the implementation of such request would leave the Unitholder with a balance of Units in the previously held Sub-Fund or Category amounting to less than the applicable Minimum Subscription Amount. The above minimum amounts do not take into account any applicable conversion charges. Conversion will also be refused if the calculation of the Net Asset Value of one of the relevant Sub-Funds is suspended.				
The Unitholder's attention is drawn to the fact that they may only convert to Categories in respect they meet the definition.					
Subscription, Redemption and Conversion fees	Class	Subscription fee	Redemption fee	Conversion fee	Notes
	NORD EST OBBLI PAESI EM I	N/A	N/A	N/A	
	NORD EST OBBLI PAESI EM R	max 1.00%	N/A	N/A	
Fees and Expenses					
Management fee	NORD EST OBBLI PAESI EM I	The Fund shall pay monthly a management fee to the Management Company at an annual rate defined hereunder calculated on the Sub-Fund's average Net Asset Value of each month . The annual rate for Category I : of maximum 0.65%			
	NORD EST OBBLI PAESI EM R	The annual rate for Category R : of maximum 1.80%			
Central Administration and Custodian fees	Custodian fee: a variable fee (as percentage of the average of the net assets of the Sub-Fund) between 0.05% and 0.15% per annum. Administration fee: 0.07% calculated on the average of the net assets of each sub-fund per annum but subject to a minimum annual fee of EUR 22,000.				
Other Charges and Expenses	The Fund bears its other operational costs, including but not limited to, Domicile, Registrar and Transfer Agent fees, costs of buying and selling securities, transaction fees and correspondent bank charges relating to delivery, receipt of securities or to foreign exchange transaction, government charges, fees for its legal and tax advisers and audit fees.				
Total Expense Ratio (TER)	NORD EST OBBLI PAESI EM I	1.27%			
	NORD EST OBBLI PAESI EM R	2.43%			
TER = ratio of gross amount of expenses of the UCITS to its average net assets (excluding transaction fees) of the elapsed year and might be exceeded during the current year.					

Nord Est Fund

FCP under the laws of Luxembourg

Taxation	
Fund's taxation	<p>Under the laws of Luxembourg as currently in effect, the Fund is not liable to any Luxembourg tax on profits or income, nor are distributions (if any) paid by the Fund liable to any Luxembourg withholding tax. No Luxembourg tax is payable on the realised or unrealised capital appreciation of the assets of the Fund. The Fund is, however, liable in Luxembourg to a tax of 0.05% per annum of its Net Asset Value, such tax being payable quarterly on the basis of the Net Asset Value of the Fund at the end of the relevant quarter. Nevertheless, this annual rate will be reduced to 0,01% for the Sub-Fund(s) and/or Category which investment policy(ies) qualify with the criteria resulting (1) from the Grand-Ducal Regulation of April 14, 2003 adopted pursuant to Article 129 of the Law (2) from Article 129 of the Law.</p>
Taxation	
Investor's taxation	<p>Unitholders are not subject to any capital gains, income or withholding tax in Luxembourg to the extent that they are not domiciled, resident or do not have a permanent establishment in Luxembourg. A Unitholder should consult its tax adviser to determine if and to what extent its jurisdiction of domicile may subject such Unitholder to tax.</p> <p><u><i>EU Tax Considerations for individuals resident in the EU or in certain third countries or dependent or associated territories</i></u></p> <p>The Council of the EU has adopted on 3rd June 2003 Council Directive 2003/48/EC on the taxation of savings income in the form of interest payments (the "Directive"). Under the Directive, Member States of the EU will be required to provide the tax authorities of another EU Member State with information on payments of interest or other similar income paid by a paying agent (as defined by the Directive) within its jurisdiction to an individual resident in that other EU Member State. Austria, Belgium and Luxembourg have opted instead for a tax withholding system for a transitional period in relation to such payments. Switzerland, Monaco, Liechtenstein, Andorra and San Marino and the Channel Islands, the Isle of Man and the dependent or associated territories in the Caribbean, have also introduced measures equivalent to information reporting or, during the above transitional period, withholding tax.</p> <p>The Directive has been implemented in Luxembourg by a law dated June 21, 2005 (the "Law").</p> <p>Dividends distributed by a Sub-Fund will be subject to the Directive and the Law if more than 15% of such Sub-Fund's assets are invested in debt claims (as defined in the Law) and proceeds realised by unitholders on the redemption or sale of Units in a Sub-Fund will be subject to the Directive and the Law if more than 40% of such Sub-Fund's assets are invested in debtclaims (such Sub-Funds, hereafter "Affected Sub-Funds").</p> <p>The applicable withholding tax will be at a rate of 15% from July 1, 2005 until June 30, 2008, 20% from July 1, 2008 until June 30, 2011 and 35% from July 1, 2011 onwards.</p> <p>Consequently, if in relation to an Affected Sub-Fund a Luxembourg paying agent makes a payment of dividends or redemption proceeds directly to a unitholder who is an individual resident or deemed resident for tax purposes in another EU Member State or certain of the above mentioned dependent or associated territories, such payment will, subject to the next paragraph below, be subject to withholding tax at the rate indicated above.</p> <p>No withholding tax will be withheld by the Luxembourg paying agent if the relevant individual either (i) has expressly authorised the paying agent to report information to the tax authorities in accordance with the provisions of the Law or (ii) has provided the paying agent with a certificate drawn up in the format required by the Law by the competent authorities of his State of residence for tax purposes.</p>

Nord Est Fund

FCP under the laws of Luxembourg

Taxation	
Investor's taxation	<p>The Fund reserves the right to reject any application for Units if the information provided by any prospective investor does not meet the standards required by the Law as a result of the Directive.</p> <p><i>The foregoing is only a summary of the implications of the Directive and the Law, is based on the current interpretation thereof and does not purport to be complete in all respects. It does not constitute investment or tax advice and investors should therefore seek advice from their financial or tax adviser on the full implications for themselves of the Directive and the Law.</i></p>
Valuation Day	The Net Asset Value will be calculated daily (Valuation Day). If this day is not a bank business day in Luxembourg or in Italy, the next following bank business day will be the Valuation Day.
Publication of the NAV	The subscription and redemption prices on any Valuation Day will be obtainable at the registered office of the Management Company, as from the Business Day succeeding the Valuation Day.
Portfolio Turnover Rate	0.82%
Other important information	<p>Management Company: Nord Est Asset Management, 5, allée Scheffer, L-2520 Luxembourg</p> <p>Distributors:</p> <p>Cassa Centrale delle Casse Rurali Trentine- BCC Nord Est S.p.A. Via Segantini 5 IT-38100 Trento, Italy</p> <p>Federazione Veneta delle Banche di Credito Cooperativo Via Longhin, 1 IT-35129 Padova, Italy</p> <p>Central administration: CACEIS Bank Luxembourg, 5, allée Scheffer, L-2520 Luxembourg</p> <p>Custodian: CACEIS Bank Luxembourg, 5, allée Scheffer, L-2520 Luxembourg</p> <p>Supervisory authority: Commission de Surveillance du Secteur Financier, Luxembourg</p> <p>Auditor: PricewaterhouseCoopers S.à r.l., 400 route d'Esch, L-1471 Luxembourg</p>
For further information	For further information please contact the Registered Office or refer to the Fund's complete Prospectus, CACEIS Bank Luxembourg, 5 allée Scheffer, L-2520 Luxembourg.