LOMBARD ODIER
INVESTMENT MANAGERS

www.lombardodier.com

LO FUNDS

Simplified Prospectus

December 2010

Lombard Odier Funds is an investment company with variable capital ("SICAV") incorporated in Luxembourg

Table of Contents

Glossary and Definitions **5**

1. General Information **7**

2. Economic Information **9**

2.1 The Shares 9
2.2 Taxation 9
2.3 Charges and Expenses 10

3. Commercial Information **17**

3.1 Net Asset Value 17
3.2 Price Publication 17
3.3 Subscription 17
3.4 Redemption 18
3.5 Conversion 18
3.6 How to Subscribe / Redeem / Convert Shares 18
3.7 Dividend 19

4. Risk Factors **20**

5. Investment Information **22**

Description of the Sub-Funds **23**

LO Funds – Alternative Beta 23
LO Funds – 1798 Tactical Alpha 24
LO Funds – Selective Global Equity 25
LO Funds – Pzena Global Value 26
LO Funds – William Blair Global Growth 27
LO Funds – Generation Global 28
LO Funds – 1798 Global Equity Long/Short 29
LO Funds – Technology 30
LO Funds – Golden Age 31
LO Funds – World Gold Expertise 32
LO Funds – Clean Tech 34
LO Funds – Global Energy 35
LO Funds – Global Emerging Markets 36
LO Funds – US Equity 37
LO Funds – Baron US Growth 38
LO Funds – Europe 39
LO Funds – Eurozone Small and Mid Caps 40
LO Funds – EMEA 41
LO Funds – Japanese Small and Mid Caps 42
LO Funds – Alpha Japan 43

LO Funds – Greater China 44
LO Funds – Pacific Rim 45
LO Funds – 1798 US Equity Long/Short 46
LO Funds – 1798 Europe Equity Long/Short 47
LO Funds – 1798 Merger Arbitrage 48
LO Funds – Government Bond Tracker (EUR) 49
LO Funds – Inflation-Linked Bond Tracker (EUR) 50
LO Funds – Government Bond AAA (EUR) 51
LO Funds – Government Bond (EUR) 52
LO Funds – Government Bond (USD) 53
LO Funds – Inflation-Linked Bond (EUR) 54
LO Funds – Global Government Bond 55
LO Funds – 1798 Optimum Trend 56
LO Funds – Euro Aggregate Bond Tracker 57
LO Funds – Euro Aggregate Bond 58
LO Funds – Swiss Aggregate Bond 60
LO Funds – Total Return Bond 61
LO Funds – Investment Grade Tracker (EUR) 62
LO Funds – Investment Grade (EUR) 63
LO Funds – Investment Grade + (EUR) 64
LO Funds – BBB-BB Bond 65
LO Funds – Investment Grade A-BBB (CHF) 66
LO Funds – Emerging Local Currencies and Bonds Tracker 67
LO Funds – Emerging Market Bond 68
LO Funds – Emerging Local Currencies and Bonds 70
LO Funds – Convertible Bond 71
LO Funds – Convertible Bond Asia 72
LO Funds – Recovery Convertible Bond 73
LO Funds – Money Market (EUR) 74
LO Funds – Money Market (USD) 75
LO Funds – Money Market (GBP) 76

Glossary and Definitions

The terms used in the simplified prospectus have the meaning as defined in the Glossary.

Act	Luxembourg law of 20th December 2002 on undertakings for collective investment as amended from time to time
1915 Act	Luxembourg law of 10th August 1915 on commercial companies as amended from time to time
ADRs	American Depository Receipts
Alternative Currency	Currency of a category of shares issued in a currency other than the Reference Currency. Currencies used as Alternative Currencies are EUR, USD, CHF, GBP and JPY
Business Day	Every day which is a full bank business day in Luxembourg (i.e. 24 December is not a full Business Day)
Cash and Cash Equivalents	Cash, bank deposits, short-term deposits or other short-term instruments (including money market UCIs subject to restrictions as set forth in paragraph 3.1 (ii) of the Prospectus) and money-market instruments issued by sovereign or corporate issuers, the residual maturity of which does not exceed 397 days. FRNs that have frequent resets of the coupon, i.e. annually or more frequently, will be regarded as passive substitutes for short-term instruments, provided that their maximum residual maturity is of 762 days
CD	Certificate of deposit
CDS	Credit default swap
CFD	Contract for difference
Company	Lombard Odier Funds
CSSF	Commission de Surveillance du Secteur Financier
Cut-off time	Deadline to submit subscription, redemption or conversion applications to the Company
ECP	Euro Commercial Paper
EEA	European Economic Area
Eligible State	A member State of OECD and all other countries of Europe, the American Continents, Africa, Asia, the Pacific Basin and Oceania
EMU	European Monetary Union
EU Applicant(s)	Countries which have applied for membership of the European Union and are awaiting a decision
EUSD	European Union Savings Directive
FRN	Floating-rate note
GDRs	Global Depository Receipts
IRS	Interest rate swap
Issue Price	Price per Share at which such Shares shall be issued
Member State	A member State of the European Union
NAV	Net asset value per Share
Net Asset Value	Total assets of the relevant Sub-Fund less its liabilities

Net Asset Value per Share	Total net assets of the relevant Sub-Fund, being the market value of its assets less its liabilities, divided by the number of Shares of the relevant Sub-Fund
OECD	Organization for Economic Cooperation and Development
Official Listing	Official listing on a stock exchange in an Eligible State
Prospectus	The current full prospectus of the Company
Redemption Price	Price per Share at which such shares shall be redeemed, based on the then current Net Asset Value per Share
Reference Currency	Currency in which shares of the Sub-Fund are issued
Regulated Market	Regulated market, other than Official Listing, which operates regularly and is recognized and open to the public in an Eligible State
SFIs	Structured financial instruments
Shares	Shares of the Company
T-Bills	Treasury Bills
TRS	Total return swap
UCIs	UCITS and other eligible undertakings for collective investment
UCITS	Undertakings for collective investment in transferable securities
Valuation Day	The relevant Business Day (daily or weekly) where the Sub-Funds are priced and Shares are issued and/or may be redeemed and converted and which is also a bank business day in the principal market or stock exchange on which a material part of a Sub-Fund's investments for the time being are quoted
Valuation Regulations	Valuation regulations and guidelines adopted by the Directors and as from time to time modified by them
VaR	Value at Risk

1. General Information

Legal Form

Lombard Odier Funds ("the Company" or "LO Funds"), is a company incorporated in the Grand Duchy of Luxembourg as an umbrella sicav, a "société d'investissement à capital variable, on 5 January 1987 and registered under number B-25.301 in the Luxembourg Trade and Companies Register under the law of 10 August 1915 of the Grand Duchy of Luxembourg, as amended and qualifies under Part I of the Act as an undertaking for collective investment in transferable securities (UCITS) and complies with the requirements of EC Directive 85/611 of 20 December 1985, as amended. The Company has appointed Lombard Odier Funds (Europe) SA as its management company in accordance with Chapter 13 of the Act subject to the overall supervision and control of the Directors.

Registered Office

5, Allée Scheffer, 2520 Luxembourg, Grand Duchy of Luxembourg

Management Company and Domiciliary Agent

Lombard Odier Funds (Europe) SA
5, Allée Scheffer, 2520 Luxembourg, Grand Duchy of Luxembourg

The Management Company is entitled, with the agreement of the Board, to appoint Investment Managers to provide day-to-day discretionary investment management services for the Sub-Funds, subject to the direction of the Management Company and supervision of the Board.

Investment Managers

The names of the Investment Managers for the Sub-Funds are published in the annual and semi-annual reports or may be received from the Company upon written request.

Distributor

Lombard Odier Funds (Europe) SA
5, Allée Scheffer, 2520 Luxembourg, Grand Duchy of Luxembourg

Promoter

Lombard Odier Darier Hentsch & Cie
11, rue de la Corraterie, 1204 Geneva, Switzerland

Custodian, Central Administration Agent and Registrar, Transfer Agent, Paying Agent and Listing Agent

CACEIS Bank Luxembourg
5, Allée Scheffer, 2520 Luxembourg, Grand Duchy of Luxembourg

Independent Auditor

PricewaterhouseCoopers S.à r.l.
Réviseur d'entreprises
400, route d'Esch, 1471 Luxembourg, Grand Duchy of Luxembourg

Supervisory Authority

Commission de Surveillance du Secteur Financier (www.cssf.lu)

Financial Year

1 October to 30 September

Co-management

The Directors may decide to co-manage some or all of the assets of any Sub-Fund. Refer to the annual and semi-annual report for further details

Further Information

Please refer to the Prospectus for further details. Terms in capitals which are not defined in this document are defined in the Prospectus. The Prospectus, the annual and semi-annual reports may be obtained at the registered office of the Company on request free of charge. Additional information is available on the internet at funds.lombardodier.com and from Lombard Odier Darier Hentsch & Cie during regular business hours.

Sub-Funds

This simplified prospectus applies to the following Sub-Funds:

Sub-Funds:	Hereinafter also referred to as:
LO Funds – Alternative Beta	Alternative Beta
LO Funds – 1798 Tactical Alpha	1798 Tactical Alpha
LO Funds – Selective Global Equity	Selective Global Equity
LO Funds – Pzena Global Value	Pzena Global Value
LO Funds – William Blair Global Growth	William Blair Global Growth
LO Funds – Generation Global	Generation Global
LO Funds – 1798 Global Equity Long/Short	1798 Global Equity Long/Short
LO Funds – Technology	Technology
LO Funds – Golden Age	Golden Age
LO Funds – World Gold Expertise	World Gold Expertise
LO Funds – Clean Tech	Clean Tech
LO Funds – Global Energy	Global Energy
LO Funds – Global Emerging Markets	Global Emerging Markets
LO Funds – US Equity	US Equity
LO Funds – Baron US Growth	Baron US Growth
LO Funds – Europe	Europe
LO Funds – Eurozone Small and Mid Caps	Eurozone Small & Mid Caps
LO Funds – EMEA	EMEA
LO Funds – Japanese Small and Mid Caps	Japanese Small & Mid Caps
LO Funds – Alpha Japan	Alpha Japan
LO Funds – Greater China	Greater China
LO Funds – Pacific Rim	Pacific Rim
LO Funds – 1798 US Equity Long/Short	1798 US Equity Long/Short
LO Funds – 1798 Europe Equity Long/Short	1798 Europe Equity Long/Short
LO Funds – 1798 Merger Arbitrage	1798 Merger Arbitrage
LO Funds – Government Bond Tracker (EUR)	Government Bond Tracker (EUR)
LO Funds – Inflation-Linked Bond Tracker (EUR)	Inflation-Linked Bond Tracker (EUR)
LO Funds – Government Bond AAA (EUR)	Government Bond AAA (EUR)
LO Funds – Government Bond (EUR)	Government Bond (EUR)
LO Funds – Government Bond (USD)	Government Bond (USD)
LO Funds – Inflation-Linked Bond (EUR)	Inflation-Linked Bond (EUR)
LO Funds – Global Government Bond	Global Government Bond
LO Funds – 1798 Optimum Trend	1798 Optimum Trend
LO Funds – Euro Aggregate Bond Tracker	Euro Aggregate Bond Tracker
LO Funds – Euro Aggregate Bond	Euro Aggregate Bond
LO Funds – Swiss Aggregate Bond	Swiss Aggregate Bond
LO Funds – Total Return Bond	Total Return Bond
LO Funds – Investment Grade Tracker (EUR)	Investment Grade Tracker (EUR)
LO Funds – Investment Grade (EUR)	Investment Grade (EUR)
LO Funds – Investment Grade + (EUR)	Investment Grade + (EUR)
LO Funds – BBB-BB Bond	BBB-BB Bond
LO Funds – Investment Grade A-BBB (CHF)	Investment Grade A-BBB (CHF)
LO Funds – Emerging Local Currencies and Bonds Tracker	Emerging Local Currencies & Bonds Tracker
LO Funds – Emerging Market Bond	Emerging Market Bond
LO Funds – Emerging Local Currencies and Bonds	Emerging Local Currencies & Bonds
LO Funds – Convertible Bond	Convertible Bond

Sub-Funds:	Hereinafter also referred to as:
LO Funds – Convertible Bond Asia	Convertible Bond Asia
LO Funds – Recovery Convertible Bond	Recovery Convertible Bond
LO Funds – Money Market (EUR)	Money Market (EUR)
LO Funds – Money Market (USD)	Money Market (USD)
LO Funds – Money Market (GBP)	Money Market (GBP)

2. Economic Information

2.1 The Shares

P Shares (available to all investors), R and I Shares (if available, issued for all investors) and S Shares (if available, issued only for institutional investors within the meaning of article 129 (2) (d) of the Act of 20 December 2002, as amended from time to time, who have concluded a specific remuneration agreement with the Company, the Management Company or any entity of the Lombard Odier Group) - see paragraph 2.2 of the Prospectus.

P and R Shares are available in (i) Registered Distributing form, (ii) Registered Accumulating form or (iii) Bearer Accumulating form (through a limited number of intermediaries).

I and S Shares are available in (i) Registered Distributing form or (ii) Registered Accumulating form.

For the P Shares category, the minimum initial investment and minimum holding in Shares of the Sub-Fund are the equivalent of EUR 3,000. For the R Shares category, if available and issued, the initial minimum investment and minimum holding in Shares of the Sub-Fund are the equivalent of EUR 1,000. There is no subsequent minimum investment in Shares of the Sub-Fund.

For the I Shares category, if available and issued, the initial minimum investment and holding amount is described in paragraph 2.2 of the Prospectus.

For the S Shares category, if available and issued, the initial minimum investment and holding amount is specified in the remuneration agreement.

No management and performance fees are payable on the S Shares category. Investors willing to subscribe S Shares have to enter into a remuneration agreement with the Company, the Management Company or any other entity of the Lombard Odier Group. Invoices issued by the Management Company to the Company, according to the provisions of the Investment Management Company Agreement (see Section 7 of the Prospectus), will be paid directly by such institutional investor.

For certain Sub-Funds, the Board may decide to create a class of Shares where shareholders may elect to subscribe in Shares with a standard management fee or in Shares with a lower management fee but with a performance fee. Management fee and performance fee for such additional class of Shares, if any, will be mentioned in paragraph 2.3.

For D Shares in certain Sub-Funds there may be classes of Shares with one annual dividend only and/or classes of Shares with one or more interim dividends.

All Sub-Funds may issue categories of Shares in any Alternative Currency. Currencies used as Alternative Currencies are EUR, USD, CHF, GBP and JPY. Costs related to the currency conversion, if any, of subscription or redemption amounts from or into the Reference Currency, will be borne by each category of Shares issued in an Alternative Currency.

Certain Sub-Funds may issue categories of Shares in the Reference Currency or in an Alternative Currency with a different currency hedging policy. If such categories of Shares are issued for a Sub-Fund, the difference in terms of currency hedging policy will be mentioned in the investment profile of a Sub-Fund (see Section 5 below "Investment Information - Description of the Sub-Funds"). Unless otherwise mentioned , the currency risk for a category of Shares issued in an Alternative Currency will not be hedged. Fees related to the currency hedging policy, if any, will be borne by the relevant category of Shares issued in an Alternative Currency.

2.2 Taxation

Luxembourg

The Sub-Fund is liable in Luxembourg to a taxe d'abonnement as follows: the P, R and I categories of Shares, available to all shareholders, are subject to a taxe d'abonnement of 0.05% per annum and the S category of Shares, which is restricted to institutional investors, is liable in Luxembourg to a taxe d'abonnement of 0.01% per annum. The taxe d'abonnement is calculated on the Net Asset Value of the Sub-Funds represented by those Shares. Such tax shall be paid by the Company quarterly on the basis of the value of the net assets at the end of the relevant calendar quarter.

In relation to the Money Market (EUR), Money Market (USD) and Money Market (GBP), Sub-Funds, all categories of Shares are liable in Luxembourg to a tax d'abonnement of 0.01% per annum. The benefit of the 0.01 taxe d'abonnement is available for all investors (with or without the status of institutional investors) on the basis of article 129 (2) (a) of the law of 20 December 2002.

No Luxembourg tax is payable on the realized or unrealized capital appreciation of the assets of the Company.

General

Prospective shareholders should inform themselves of, and where appropriate take advice on, the laws and regulations (such as those relating to taxation and exchange controls) applicable to the subscription, purchase, holding and redemption of Shares in the country of their citizenship, residence or domicile.

2.3 Charges and Expenses

Charged to the investor

Initial charge upon subscription: up to 5% for P and I Shares and up to 3% for R Shares

Redemption charge: none

Conversion charge: up to 0.50%

Discretionary Dealing charge: described in paragraph 11.4 of the Prospectus.

Dealing charge applicable to the S category of Shares: holders of S Shares will also be charged with dealing charges not exceeding 2% in case of conversion between Sub-Funds (but not in respect of conversions between categories of Shares within the same Sub-Fund) and in case of issue and redemption of S Shares, as described in paragraph 11.4 of the Prospectus.

For Italian investors, additional charges may be levied to remunerate the activities performed by the local Administrative and Paying Agents. In Italy, the possibility to subscribe through savings plans, with a charging structure similar to the one applicable to standard subscriptions will be introduced. It should, however, be noted that in case a savings plan is terminated before the agreed end date, the impact of the subscription charge may be greater than it would have been the case for a standard subscription.

Charged directly to the Sub-Funds and reflected in the Net Asset Value

Management Fees and Distribution Fees for R, P and I categories of Shares

Maximum Management Fees and Distribution Fees
as an annual percentage of the
Net Asset Value of the relevant Category of Shares for each Sub-Fund

	Management Fees	Distribution Fees		Total Fees	
Categories	P, R and I	P	R	P	R
Alternative Beta	0.75%	0.75%	1.25%	1.50%	2.00%
1798 Tactical Alpha*	1.00%	0.75%	1.25%	1.75%	2.25%
Selective Global Equity*	0.75%	0.75%	1.25%	1.50%	2.00%
Pzena Global Value	1.00%	0.75%	1.25%	1.75%	2.25%
William Blair Global Growth	1.00%	0.75%	1.25%	1.75%	2.25%
Generation Global*	1.00%	0.50%	1.00%	1.50%	2.00%
1798 Global Equity Long/Short*	1.00%	1.00%	1.25%	2.00%	2.25%
Technology	1.00%	1.00%	1.25%	2.00%	2.25%
Golden Age	0.75%	0.75%	1.25%	1.50%	2.00%
World Gold Expertise	1.00%	1.00%	1.25%	2.00%	2.25%
Clean Tech	1.00%	1.00%	1.25%	2.00%	2.25%
Global Energy	0.80%	0.80%	1.25%	1.60%	2.05%
Global Emerging Markets	0.75%	0.75%	1.25%	1.50%	2.00%
US Equity*	0.75%	0.75%	1.25%	1.50%	2.00%
Baron US Growth	0.75%	0.75%	1.25%	1.50%	2.00%
Europe*	0.75%	0.75%	1.25%	1.50%	2.00%
Eurozone Small & Mid Caps	0.75%	0.75%	1.25%	1.50%	2.00%

Categories	Management Fees P, R and I	Distribution Fees P	Distribution Fees R	Total Fees P	Total Fees R
EMEA	0.75%	0.75%	1.25%	1.50%	2.00%
Japanese Small & Mid Caps*	1.00%	0.75%	1.25%	1.75%	2.25%
Alpha Japan*	0.75%	0.75%	1.25%	1.50%	2.00%
Greater China	0.75%	0.75%	1.25%	1.50%	2.00%
Pacific Rim	0.75%	0.75%	1.25%	1.50%	2.00%
1798 US Equity Long/Short*	1.00%	1.00%	1.25%	2.00%	2.25%
1798 Europe Equity Long/Short*	1.00%	1.00%	1.25%	2.00%	2.25%
1798 Merger Arbitrage*	1.00%	1.00%	1.25%	2.00%	2.25%
Government Bond Tracker (EUR)	0.30%	0.30%	0.50%	0.60%	0.80%
Inflation-Linked Bond Tracker (EUR)	0.30%	0.30%	0.50%	0.60%	0.80%
Government Bond AAA (EUR)	0.375%	0.375%	0.625%	0.75%	1.00%
Government Bond (EUR)	0.375%	0.375%	0.625%	0.75%	1.00%
Government Bond (USD)	0.375%	0.375%	0.625%	0.75%	1.00%
Inflation-Linked Bond (EUR)	0.375%	0.375%	0.625%	0.75%	1.00%
Global Government Bond	0.375%	0.375%	0.625%	0.75%	1.00%
1798 Optimum Trend*	0.30%	0.30%	0.50%	0.60%	0.80%
Euro Aggregate Bond Tracker	0.30%	0.30%	0.50%	0.60%	0.80%
Euro Aggregate Bond	0.375%	0.375%	0.625%	0.75%	1.00%
Swiss Aggregate Bond	0.30%	0.30%	0.50%	0.60%	0.80%
Total Return Bond*	0.45%	0.45%	0.80%	0.90%	1.25%
Investment Grade Tracker (EUR)	0.30%	0.30%	0.50%	0.60%	0.80%
Investment Grade (EUR)	0.375%	0.375%	0.625%	0.75%	1.00%
Investment Grade + (EUR)	0.375%	0.375%	0.625%	0.75%	1.00%
BBB-BB Bond	0.50%	0.50%	0.80%	1.00%	1.30%
Investment Grade A-BBB (CHF)	0.30%	0.30%	0.50%	0.60%	0.80%
Emerging Local Currencies & Bonds Tracker	0.30%	0.30%	0.50%	0.60%	0.80%
Emerging Market Bond	0.50%	0.50%	0.80%	1.00%	1.30%
Emerging Local Currencies & Bonds	0.75%	0.75%	1.25%	1.50%	2.00%
Convertible Bond	0.55%	0.55%	0.85%	1.10%	1.40%
Convertible Bond Asia (up to 31 December 2010)	0.55%	0.55%	0.85%	1.10%	1.40%
Convertible Bond Asia (as from 1 January 2011)	0.75%	0.75%	1.25%	1.50%	2.00%
Recovery Convertible Bond*	1.00%	1.00%	1.25%	2.00%	2.25%
Money Market (EUR)	0.15%	0.15%	0.30%	0.30%	0.45%
Money Market (USD)	0.15%	0.15%	0.30%	0.30%	0.45%
Money Market (GBP)	0.15%	0.15%	0.30%	0.30%	0.45%

* *In addition to the above-mentioned management and distribution fees, these Sub-Funds are subject to a performance fee described below.*

For the R, P and I categories of Shares, the Management Company is entitled, in addition to the management fees described above, to the following **performance fees:**

1798 Tactical Alpha	15% Performance fee on the relative performance of the Sub-Fund compared to (i) the Eonia for shares issued in EUR (ii) the Barclays Overnight USD for shares issued in USD, (iii) the Swiss Average Rate Overnight Index for shares issued in CHF, (iv) the LIBOR GBP Overnight for shares issued in GBP and (v) the TIBOR for shares issued in JPY on a yearly basis, subject to an Absolute High Water Mark.
Selective Global Equity	20% Performance fee on the relative performance of the Sub-Fund compared to its benchmark MSCI World on a quarterly basis, subject to a Relative High Water Mark.
Generation Global	20% Performance fee on the relative performance of the Sub-Fund compared to its benchmark MSCI World Index Net Dividend on a yearly basis, subject to a Relative High Water Mark.

1798 Global Equity Long/Short	20% Performance fee on the performance of the Sub-Fund on a yearly basis, subject to an Absolute High Water Mark.
US Equity	15% Performance fee on the relative performance of the Sub-Fund compared to its hurdle rate S&P Index 500 on a quarterly basis, subject to an Absolute High Water Mark.
Europe	15% Performance fee on the relative performance of the Sub-Fund compared to its benchmark MSCI Europe on a quarterly basis, subject to a Relative High Water Mark.
Japanese Small & Mid Caps	20% Performance fee on the relative performance of the Sub-Fund compared to its benchmark Russel/ Nomura Small & Mid-Cap Index on a quarterly basis, subject to a Relative High Water Mark.
Alpha Japan	20% Performance fee on the relative performance of the Sub-Fund compared to its benchmark Topix (such benchmark to be hedged against the respective Alternative currency for the categories of Shares issued in Alternative currencies) on a quarterly basis, subject to a Relative High Water Mark.
1798 US Equity Long/Short	20% Performance fee on the performance of the Sub-Fund on a yearly basis, subject to an Absolute High Water Mark.
1798 Europe Equity Long/Short	20% Performance fee on the performance of the Sub-Fund on a yearly basis, subject to an Absolute High Water Mark.
1798 Merger Arbitrage	20% Performance fee on the performance of the Sub-Fund on a yearly basis, subject to an Absolute High Water Mark.
1798 Optimum Trend	20% Performance fee on the relative performance of the Sub-Fund compared to its hurdle rate Eonia on a yearly basis, subject to an Absolute High Water Mark.
Total Return Bond	10% Performance fee on the relative performance of the Sub-Fund compared to its hurdle rate Eurozone HICP Inflation + 2% on a yearly basis, subject to an Absolute High Water Mark.
Recovery Convertible Bond	15% Performance fee on the performance of the Sub-Fund on a yearly basis, subject to an Absolute High Water Mark.

The Performance Fee is payable in arrears at the end of the performance period, the first payment date to be on the first close of the performance period following the launching of the Sub-Fund. The performance fee shall be calculated and accrued in the Net Asset Value on a daily basis.

No management and performance fees are payable on the S category of Shares. Investors willing to subscribe S Shares have to enter into a remuneration agreement with the Company, the Management Company or any other entity of the Lombard Odier Group. Invoices issued by the Management Company to the Company, according to the provisions of the Management Company Agreement (see Section 7 of the Prospectus), will be paid directly by such institutional investor.

Custodian and Administration Fees (as a percentage of the Net Asset Value): up to a maximum of 0.14% per annum (Luxembourg tax not included), varying in function of the instruments (class of assets), zone of investments or size of the Sub-Funds, calculated by reference to the Net Asset Value of each share class with a minimum annual fee of maximum USD 20,000 per Sub-Fund.

Other operating expenses are listed in paragraph 11.5 (Annual Charges) of the Prospectus. The Company bears its other operational costs including, but not limited to, Domicile, Registrar and Transfer Agent fees, costs of buying and selling underlying securities, transaction fees, costs charged by the Financial Institutions in relation to the Swap Agreements and correspondent bank charges relating to delivery, receipt of securities or to foreign exchange transactions, government charges, fees of its legal and tax advisers in Luxembourg and abroad, any expenses incurred in connection with the use of any license it may need, auditing fees, interest, reporting expenses, costs related to the registration and maintaining the registration in foreign jurisdictions (including translation costs and remuneration of Foreign Representatives, including local paying agents), costs related to distribution of Shares through local clearing systems when according to local practice such costs are supported by the Company, fees of any other services providers to the Company, fees of any officers appointed by the Company, publication of offering/ redemption prices, distribution of interim and annual reports, postage, telephone and telex, Directors and Officers insurance cover, etc.

Marketing and promotional expenses only for P and R categories of Shares (as a percentage of the average Net Asset Value): up to 0.05% per annum (Luxembourg VAT not included) (except for the Alternative Beta, 1798 Tactical Alpha, Government Bond Tracker (EUR), Inflation-Linked Bond Tracker (EUR), Global Government Bond, 1798 Optimum Trend, Euro Aggregate Bond Tracker, Investment Grade Tracker (EUR), Emerging Local Currencies & Bonds Tracker, Money Market (EUR), Money Market (USD) and Money Market (GBP), Sub-Funds, which are not impacted by any marketing and promotional expenses).

Up to 31 December 2010, the Company pays quarterly a fee to MDO Services S.A. at a rate which will not exceed 0.01% per annum of the Net Asset Value of each Sub-Fund.

All company expenses are apportioned across each Sub-Fund and substantial expenses are accrued daily in each Net Asset Value.

Total Expense Ratio ("TER")

The Total Expense Ratio expresses, as a percentage of the average net assets, the sum of all operating expenses (excluding brokerage fees and bank interest) charged to the Sub-Fund during a twelve-month period.

Calculated twice a year as described in paragraph 11.6 of the Prospectus and published in the annual and semi-annual reports of the Company.

Sub-Funds	Class	Fund TER 30/09/2010[2] %	Fund TER 30/09/2009[1] %
Alternative Beta	P	1.66	1.90[3]
Alternative Beta	R	2.17[3]	-
Alternative Beta	I	0.90	1.07[3]
1798 Tactical Alpha	P	1.78[3]	-
1798 Tactical Alpha	I	1.09[3]	-
Selective Global Equity	P	1.72	1.83
Selective Global Equity	R	2.24	2.19[3]
Selective Global Equity	I	0.92	0.99
Pzena Global Value	P	2.03	2.29
Pzena Global Value	I	1.21	1.42
William Blair Global Growth	P	2.01	2.25
William Blair Global Growth	R	2.49[3]	-
William Blair Global Growth	I	1.20	1.40
Generation Global	P	1.73	1.80[3]
Generation Global	I	1.18	1.24[3]
Technology	P	2.24	2.44
Technology	R	2.66[3]	-
Technology	I	1.21	1.34
Golden Age	P	1.56	2.81
Golden Age	R	2.15[3]	-
Golden Age	I	0.87	1.74
World Gold Expertise	P	2.25	2.41
World Gold Expertise	R	2.50	2.59[3]
World Gold Expertise	I	1.18	1.27
Clean Tech	P	2.28	2.41
Clean Tech	R	2.65	2.87[3]
Clean Tech	I	1.19	1.30
Global Emerging Markets	P	1.91	2.13
Global Emerging Markets	R	2.96	5.36[3]
Global Emerging Markets	I	1.11	1.32
Baron US Growth	P	1.73	1.93
Baron US Growth	R	2.27[3]	-
Baron US Growth	I	0.92	1.07

Sub-Funds	Class	Fund TER 30/09/2010[2] %	Fund TER 30/09/2009[1] %
Europe	P	1.80	1.91
Europe	I	0.98	1.08
Eurozone Small & Mid Caps	P	1.75	1.91
Eurozone Small & Mid Caps	R	3.31[3]	-
Eurozone Small & Mid Caps	I	0.94	1.10
EMEA	P	1.76	2.03
EMEA	R	2.45[3]	-
EMEA	I	0.93	1.06
Japanese Small & Mid Caps	P	1.99	2.19
Japanese Small & Mid Caps	R	3.24[3]	-
Japanese Small & Mid Caps	I	1.17	1.32
Alpha Japan	P	1.73	1.97
Alpha Japan	I	0.94	1.13
Greater China	P	1.84	2.06
Greater China	R	2.20[3]	-
Greater China	I	0.90	1.19
Pacific Rim	P	1.94	1.99
Pacific Rim	R	2.94[3]	-
Pacific Rim	I	0.99	1.12
1798 US Equity Long/Short	P	2.26[3]	-
1798 US Equity Long/Short	I	1.24[3]	-
Government Bond (EUR)	P	1.19[3]	-
Government Bond (EUR)	R	1.41[3]	-
Government Bond (EUR)	I	0.52[3]	-
Government Bond (EUR)	S	0.09[3]	-
Government Bond (USD)	P	1.03	1.18
Inflation-Linked Bond (EUR)	P	0.95[3]	-
Inflation-Linked Bond (EUR)	R	1.21[3]	-
Inflation-Linked Bond (EUR)	I	0.52[3]	-
Inflation-Linked Bond (EUR)	S	0.13[3]	-
1798 Optimum Trend	P	0.74	1.02
1798 Optimum Trend	I	0.38	0.40
Euro Aggregate Bond	P	0.94	1.10
Euro Aggregate Bond	R	1.45[3]	-
Euro Aggregate Bond	I	0.51	0.62

Sub-Funds	Class	Fund TER 30/09/2010[2] %	Fund TER 30/09/2009[1] %
Total Return Bond	P	0.62	0.76
Total Return Bond	R	1.14[3]	-
Total Return Bond	I	0.33[3]	-
Investment Grade (EUR)	P	0.95	1.09
Investment Grade (EUR)	R	1.22	1.72
Investment Grade (EUR)	I	0.51	0.59
Investment Grade + (EUR)	P	0.94	1.06[3]
Investment Grade + (EUR)	I	0.51[3]	-
Investment Grade + (EUR)	S	0.08	0.08[3]
Investment Grade A-BBB (CHF)	P	0.83	0.98
Emerging Market Bond	P	1.30	1.37
Emerging Market Bond	R	1.74	2.00
Emerging Market Bond	I	0.72	0.73
Emerging Market Bond	S	0.17[3]	-
Emerging Local Currencies & Bonds	P	1.88[3]	-
Emerging Local Currencies & Bonds	R	2.49[3]	-
Emerging Local Currencies & Bonds	I	1.08[3]	-
Emerging Local Currencies & Bonds	S	0.27[3]	-
Convertible Bond	P	1.27	1.37
Convertible Bond	R	1.59	1.64
Convertible Bond	I	0.66	0.73
Convertible Bond	S	0.09	0.18[3]
Convertible Bond Asia	P	1.30	1.42[3]
Convertible Bond Asia	R	1.60[3]	-
Convertible Bond Asia	I	0.69	0.80[3]
Convertible Bond Asia	S	0.09	0.21[3]
Money Market (EUR)	P	0.39	0.50
Money Market (EUR)	R	0.75[3]	-
Money Market (EUR)	I	0.23	0.32
Money Market (USD)	P	0.33	0.52
Money Market (USD)	R	0.42[3]	-
Money Market (USD)	I	0.21	0.35[3]
Money Market (GBP)	P	0.48	0.85[3]

*TER with performance

Sub-Funds	Class	Fund TER 30/09/2010[2] %	TER with performance fee 30/09/2010[2] %	Share of performance fee 30/09/2010[2] %	Fund TER 30/09/2009[1] %	TER with performance fee 30/09/2009[1] %	Share of performance fee 30/09/2009[1] %
1798 Tactical Alpha	P	1.78[3]	2.21	0.42	-	-	-
1798 Tactical Alpha	I	1.09[3]	1.72	0.63	-	-	-
					-	-	-
Generation Global	P	1.73	2.34	0.62	1.80[3]	1.92	0.12
Generation Global	I	1.18	1.97	0.79	1.24[3]	1.38	0.14
Alpha Japan	P	1.73	3.22	1.48	1.97	4.89	2.92
Alpha Japan	I	0.94	2.50	1.56	1.13	3.95	2.82

[1] *Calculated over twelve months from 01/10/2008 to 30/09/2009*

[2] *Calculated over twelve months from 01/10/2009 to 30/09/2010*

[3] *Annualised from date of first subscription*

Portfolio Turnover Ratio ("PTR")

Sub-Funds	PTR 30/09/2010[1] %	PTR 30/09/2009[2] %
Alternative Beta	551.78	(304.47)[3]
1798 Tactical Alpha	978.62[3]	-
Selective Global Equity	536.68	727.69
Pzena Global Value	94.81	115.66
William Blair Global Growth	197.91	285.89
Generation Global	81.61	(54.30)[3]
Technology	294.35	562.96
Golden Age	491.68	403.13
World Gold Expertise	30.34	27.89
Clean Tech	248.38	170.86
Global Emerging Markets	575.10	563.52
Baron US Growth	54.06	41.90
Europe	222.52	247.84
Eurozone Small & Mid Caps	111.34	137.32
EMEA	319.17	305.44
Japanese Small & Mid Caps	160.54	354.43
Alpha Japan	175.22	389.99
Greater China	473.82	805.05
Pacific Rim	524.81	1'001.87
1798 US Equity Long/Short	604.08[3]	-
Government Bond (EUR)	16.99[3]	-
Government Bond (USD)	109.26	195.53
Inflation-Linked Bond (EUR)	14.08[3]	-

Sub-Funds	PTR 30/09/2010[1] %	PTR 30/09/2009[2] %
1798 Optimum Trend	651.95	497.89
Euro Aggregate Bond	252.78	330.02
Total Return Bond	276.11	229.30
Investment Grade (EUR)	98.82	467.73
Investment Grade + (EUR)	81.86	12.00[3]
Investment Grade A-BBB (CHF)	(31.74)	88.59
Emerging Market Bond	109.96	14.09
Emerging Local Currencies & Bonds	195.47[3]	-
Convertible Bond	99.61	90.05
Convertible Bond Asia	47.49	128.08[3]
Money Market (EUR)	779.66	594.42
Money Market (USD)	464.86	550.10
Money Market (GBP)	609.22	355.65[3]

[1] *Calculated over twelve months, from 01/10/2009 to 30/09/2010*

[2] *Calculated over twelve months, from 01/10/2008 to 30/09/2009*

[3] *Calculated from date of first subscription*

3. Commercial Information

3.1 Net Asset Value

Subject to the exceptions mentioned below, the calculation of the Net Asset Value of each Sub-Fund occurs on every Valuation Day.

For the Recovery Convertible Bond a calculation of the Net Asset Value occurs on each Valuation Day for indicative purposes, but only on each relevant Weekly Valuation Day to determine the Issue, Redemption and Conversion Prices of the Shares of this Sub-Fund (see paragraphs 3.3 to 3.5 below).

The Net Asset Value of each Sub-Fund and the Net Asset Value per Share of each Sub-Fund will be determined in the relevant Reference Currency and, for the Net Asset Value per Share, in the relevant Alternative Currency, in the case of categories issued in an alternative currency, on each Valuation Day, except in case of a suspension.

3.2 Price Publication

The Net Asset Value per Share of the Sub-Funds may be obtained at the registered office of the Company, at the offices of the Foreign Representatives and is published daily, respectively weekly.

3.3 Subscription

Shares are offered for sale and issued, each Valuation Day, at the Issue Price determined on such day, provided the subscription is received by the Company no later than the Cut-off time, as determined in the table below. All deals will be effected on a forward pricing basis.

Sub-Funds	Cut-off time[1] (luxembourg time)	Valuation Day [2] ("T")	Payment Date[3] (Subscriptions)
Recovery Convertible Bond	3 p.m. on the Friday preceding T	Weekly, each Friday	T + 3 days
Money Market (EUR)	3 p.m. on T	Daily	T + 2 days
Money Market (USD)	3 p.m. on T	Daily	T + 2 days
Money Market (GBP)	3 p.m. on T	Daily	T + 2 days
All other Sub-Funds	3 p.m. on T - 1 day	Daily	T + 3 days

Nb: any reference to a day shall be construed as a reference to a Business Day

[1] If such day is not a Business Day, the first Business Day in Luxembourg preceding this day

[2] If such Valuation Day is not a Business Day, the Valuation Day will be the next Business Day

[3] For redemptions, payments will ordinarily be made in the Reference Currency within the Payment date

Applications for subscriptions received after the deadline applicable to each Sub-Fund are deferred to the next following Valuation Day or Weekly Valuation Day.

Payment of subscription monies must be made in full for value the Payment date (as determined in the table above), except otherwise agreed in writing with the Company.

3.4 Redemption

Shareholders' requests for redemption of Shares must be made to the Company in writing or by telex or facsimile, confirmed in writing by no later than the relevant Cut-off time (see paragraph 3.3), and in the case of Bearer Shares must be accompanied with the relevant Bearer Share Certificates duly endorsed for transfer. A request duly made shall be irrevocable, except in case of and during any period of suspension or deferment of redemptions.

Applications for redemptions received after the deadline applicable to each Sub-Fund are deferred to the next following Valuation Day or Weekly Valuation Day.

Payment of redemption will ordinarily be made within the time limit mentioned under "Payment Date" in the table under paragraph 3.3.

3.5 Conversion

Conversion of Shares of each Sub-Fund into shares of another Sub-Fund or of another category of shares is permitted as long as all conditions to subscribe in shares relating to the category of shares of the new Sub-Fund or of the new category of shares are met. An application shall be made to the Company's Transfer Agent in Luxembourg or through a Distributor by telex, facsimile, confirmed in writing by no later than the Cut-off time on which the Shares are to be converted provided that the Directors may impose restrictions on the issuance of Shares of a Sub-Fund resulting from conversion requests during a certain period.

In case of conversion concerning Sub-Funds with different Cut-off times, the most restrictive Cut-off time shall apply to the conversion.

It should be noted that conversion of Shares cannot be made until the Company is in receipt of the relevant Share Certificate (if any). If a shareholder should request the conversion of only part of his holding of one category of Shares of a Sub-Fund and such conversion would if carried out leave the shareholder with less than the minimum holding in respect of that category of Shares of that Sub-Fund or the new category the Directors may, if they think fit, refuse the request for conversion or convert the whole of that shareholder's holding of that category of Shares of such Sub-Fund.

3.6 How to Subscribe / Redeem / Convert Shares

The Company reserves the right to reject any application or to accept an application in whole or in part.

Subscription, redemption and conversion requests may be addressed directly to:

LO Funds
c/o CACEIS Bank Luxembourg
5, Allée Scheffer
2520 Luxembourg
Grand Duchy of Luxembourg
Facsimile Number: (352) 47 67 70 63

Payment should be made in the Reference Currency or the Alternative Currency, in the case of categories issued in an alternative currency, of the relevant Sub-Fund in which Shares are subscribed by a telegraphic transfer in favor of CACEIS Bank Luxembourg on the following accounts:

USD
JP Morgan Chase
CHASUS33
Account Name: CACEIS Bank Luxembourg
Account Number: 796706786
Chips number: 0002
ABA number: 021000021

EUR
Crédit Agricole S.A., Paris
AGRIFRPP
Account Name: CACEIS Bank Luxembourg
Account Number: FR7630006000012009280600085

GBP
HSBC Bank Plc International
BIC: MIDLGB22
IBAN: GB63MIDL40051535210915
Sort Code: 40-05-15
Account Number: 35210915 - CACEISBL

JPY
Bank of Tokyo-Mitsubishi UFJ, Tokyo
BOTKJPJT
Account Number: 653-0418285

CHF
UBS Zürich
UBSWCHZH80A
Account Number: 02300000060737050000Z

indicating the proper identity of the applicant(s) and the name of the relevant Sub-Fund in which Shares are subscribed.

3.7 Dividend

The Company offers, for each Sub-Fund, Shares in the form of Accumulating Shares (A Shares) on which the Company shall not distribute any dividend and on which all net investment income and all net realized and unrealized capital gains will be accumulated and will increase the Net Asset Value of the A Shares of the relevant Sub-Fund, and Distributing Shares (D Shares) on which the Company shall distribute by way of dividends all or substantially all (but at least 85%) of the net investment income. However, if the amount available for distribution is less than the equivalent of USD 0.05 per Share, no dividend will be declared and the amount will be carried forward to the next period. It is not the intention of the Company to distribute the net realized capital gains and unrealized capital gains by way of dividend. However, during any fiscal year, the Directors may propose to distribute part of the net realized capital gains.

Dividends in respect of such D Shares are payable annually out of the income accruing during the period from 1 October to 30 September.

However, for certain Sub-Funds and at the discretion of the Directors, there may be, within the same category of Shares, (i) classes of Shares with one annual dividend only and/or (ii) classes of Shares with one or more interim dividends.

To the extent that there is sufficient income available, dividends will normally be paid within two months of the end of the period to the holders of D Shares on the record date determined by the Directors in respect of such period.

Cash dividends remaining unclaimed on D Shares five years after their declaration shall be forfeited and revert to the relevant Sub-Fund.

4. Risk Factors

The list of risk factors detailed in Section 5 of the Prospectus does not claim to be an exhaustive description of the risks involved in investing in the Sub-Funds' Shares. Before deciding to subscribe to or purchase Shares, potential investors should read the whole Prospectus carefully and contact their professional advisers to understand the fiscal and other consequences of such an investment based on their personal situation.

The table below is a summary of the main risks relating to the core portfolio of each Sub-Fund as of the date of the simplified prospectus. It is not a rigid and exhaustive list of all the potential risks. Investors should bear in mind that risks are interrelated and that the Sub-Funds can be sensitive to any of the risk factors, especially in turbulent market conditions.

Summary of main risks														
Sub-Funds / Risks	General	Equities	Small and Medium Sized Capitalisations	Fixed-Income Securities	Below Investment Grade and Distressed Securities	Convertible Securities	Commodities	Undertakings for Collective Investments (above 10%)	Emerging Markets	Russian Registration	Regional or sectorial concentration	Derivatives (Hedging / Efficient Portfolio Mgt)	Derivatives (Investment Strategy)	Model
Asset Allocation Sub-Funds														
Alternative Beta	X	X		X			X					X	X	X
1798 Tactical Alpha	X	X		X			X		X			X	X	X
Equity Sub-Funds														
Selective Global Equity	X	X	X						X		X	X		
Pzena Global Value	X	X	X						X			X		
William Blair Global Growth	X	X	X						X			X		
Generation Global	X	X				X			X		X	X		
1798 Global Equity Long/Short	X	X	X						X		X	X	X	
Technology	X	X	X						X		X	X	X	
Golden Age	X	X	X						X		X	X	X	
World Gold Expertise	X	X	X				X		X	X	X	X		
Clean Tech	X	X	X								X	X	X	
Global Energy	X	X	X				X		X	X	X	X	X	
Global Emerging Markets	X	X	X			X			X		X	X	X	X
US Equity	X	X	X						X		X	X	X	
Baron US Growth	X	X									X	X		
Europe	X	X									X	X	X	
Eurozone Small & Mid Caps	X	X	X								X	X	X	
EMEA	X	X	X			X			X	X	X	X	X	X
Japanese Small & Mid Caps	X	X	X			X					X	X	X	
Alpha Japan	X	X	X								X	X	X	

Summary of main risks														
Risks / Sub-Funds	General	Equities	Small and Medium Sized Capitalisations	Fixed-Income Securities	Below Investment Grade and Distressed Securities	Convertible Securities	Commodities	Undertakings for Collective Investments (above 10%)	Emerging Markets	Russian Registration	Regional or sectorial concentration	Derivatives (Hedging / Efficient Portfolio Mgt)	Derivatives (Investment Strategy)	Model
Greater China	X	X	X			X			X		X	X	X	X
Pacific Rim	X	X	X			X			X		X	X	X	X
1798 US Equity Long/ Short	X	X	X						X		X	X	X	
1798 Europe Equity Long/Short	X	X	X						X		X	X	X	
1798 Merger Arbitrage	X	X	X	X	X	X			X		X	X	X	
Fixed-Income Sub-Funds														
Government Bond Tracker (EUR)	X			X							X	X		
Inflation-Linked Bond Tracker (EUR)	X			X							X	X		
Government Bond AAA (EUR)	X			X							X	X	X	
Government Bond (EUR)	X			X							X	X	X	
Government Bond (USD)	X			X							X	X	X	
Inflation-Linked Bond (EUR)	X			X							X	X	X	
Global Government Bond	X			X								X	X	
1798 Optimum Trend	X			X								X	X	X
Euro Aggregate Bond Tracker	X			X	X				X		X	X		
Euro Aggregate Bond	X			X	X				X		X	X	X	
Swiss Aggregate Bond	X			X					X		X	X	X	
Total Return Bond	X			X	X	X			X		X	X	X	
Investment Grade Tracker (EUR)	X			X	X							X		
Investment Grade (EUR)	X			X	X							X	X	
Investment Grade + (EUR)	X			X					X			X	X	
BBB-BB Bond	X			X	X				X		X	X	X	
Investment Grade A-BBB (CHF)	X			X					X			X	X	
Emerging Local Currencies & Bonds Tracker	X	X		X	X		X		X	X	X	X		
Emerging Market Bond	X			X	X				X	X	X	X	X	
Emerging Local Currencies & Bonds	X	X		X	X		X		X	X	X	X	X	

Summary of main risks														
Risks / Sub-Funds	General	Equities	Small and Medium Sized Capitalisations	Fixed-Income Securities	Below Investment Grade and Distressed Securities	Convertible Securities	Commodities	Undertakings for Collective Investments (above 10%)	Emerging Markets	Russian Registration	Regional or sectorial concentration	Derivatives (Hedging / Efficient Portfolio Mgt)	Derivatives (Investment Strategy)	Model
Convertible Bond	X	X		X	X	X			X			X	X	
Convertible Bond Asia	X	X		X	X	X			X		X	X	X	
Recovery Convertible Bond	X	X		X	X	X			X		X	X	X	
Money Market Sub-Funds														
Money Market (EUR)	X			X								X		
Money Market (USD)	X			X								X		
Money Market (GBP)	X			X								X		

5. Investment Information

Investment Restrictions

The Sub-Funds shall comply with the investment restrictions of UCITS III (see Section 4 of the Prospectus).

Description of the Sub-Funds

LO Funds – Alternative Beta

Investment Objective and Policy

This Sub-Fund seeks to replicate the performance of a multi-strategy index of hedge funds (the "Index"), with a risk/return profile similar to the Index, by investing in Eligible Assets as described in paragraph 4.1 of the Prospectus and subject always to the Investment Restrictions described in paragraph 4.2 of the Prospectus.

To achieve the exposure to the Index in terms of performance and risk/return profile, the Investment Manager will use a quantitative management method based on the statistical replication of the Index. The proprietary quantitative model developed by the Investment Manager will determine the trade allocations to be made within the pre-defined asset classes (including but not limited to equity indices, bond indices, commodity indices and currency exchange rates). Eligible Assets in which the Sub-Fund is invested (at least 90% of its assets) are made of financial derivative instruments, to gain long and/or short exposure to the above mentioned asset classes, as well as Cash and Cash Equivalents. The Investment Manager may, at its discretion, invest up to 100% of the Sub-Fund's assets in Cash and Cash Equivalents. The Investment Manager will use its discretion with respect to the selected Index, provided that the Index is representative of the hedge funds universe. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The current Index to which the exposure of the Sub-Fund is linked is indicated on the LODHC website (funds.lombardodier.com)

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus) may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 29 May 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 Tactical Alpha

Investment Objective and Policy

A Sub-Fund invested in bank deposits and/or money markets instruments and taking long and short exposures, through financial derivative instruments, on various asset classes, such as fixed income, equities, commodities (indices, UCIs and transferable securities) and currencies. The Investment Manager will implement its global tactical asset allocation strategy using full discretion in the selection of financial derivative instruments and underlying asset classes. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may use a wide range of financial derivative instruments, such as options, futures and swaps in order to increase or reduce its exposure to specific asset classes, markets (including emerging markets), securities and currencies. The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus) will systematically be hedged.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 2 October 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Selective Global Equity

Investment Objective and Policy

A Sub-Fund invested in equity securities issued by companies worldwide. The Sub-Fund seeks to achieve a superior risk-adjusted total rate of return, primarily in the form of capital appreciation, through investments in a globally diversified equity portfolio and by using an investment approach that is stock-specific and research intensive. The aim of this Sub-Fund is to deliver consistent returns and reduced correlation with broader equity markets through investments in equities which are considered by the Investment Manager as inefficiently priced. The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets), size of companies, sectors and currencies. The conviction of the Investment Manager may lead the Sub-Fund to be invested in small companies or to be concentrated in certain sectors, geographical areas (including emerging markets), currencies and a number of selected securities. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) hold up to 10% of its net assets in UCIs and (ii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

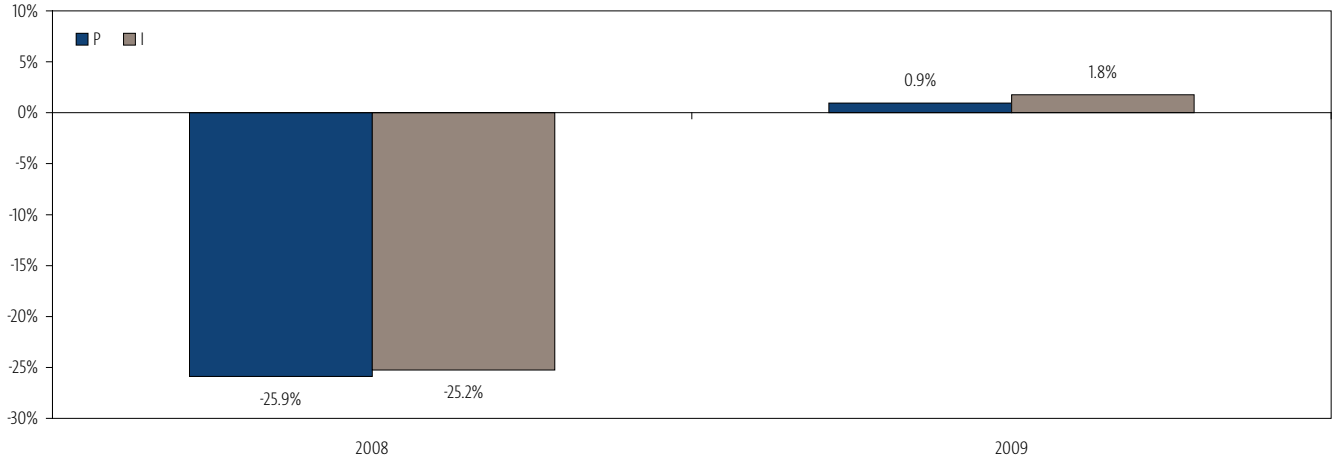
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 23 November 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Pzena Global Value

Investment Objective and Policy

A Sub-Fund invested primarily (at least 90% of its portfolio), in equity securities of issuers located in countries throughout the world. In managing the Sub-Fund's assets, the Investment Manager will follow a classic "deep value" strategy. It will seek to identify companies that it believes are undervalued on the basis of current price to an estimated normal level of earnings, and will construct a portfolio of stocks that it believes are in the most undervalued or "deep" portion of its universe. Discretion will be used with the selection of countries and size of companies. The reference currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents, (ii) hold up to 10% of its net assets in UCIs and (iii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

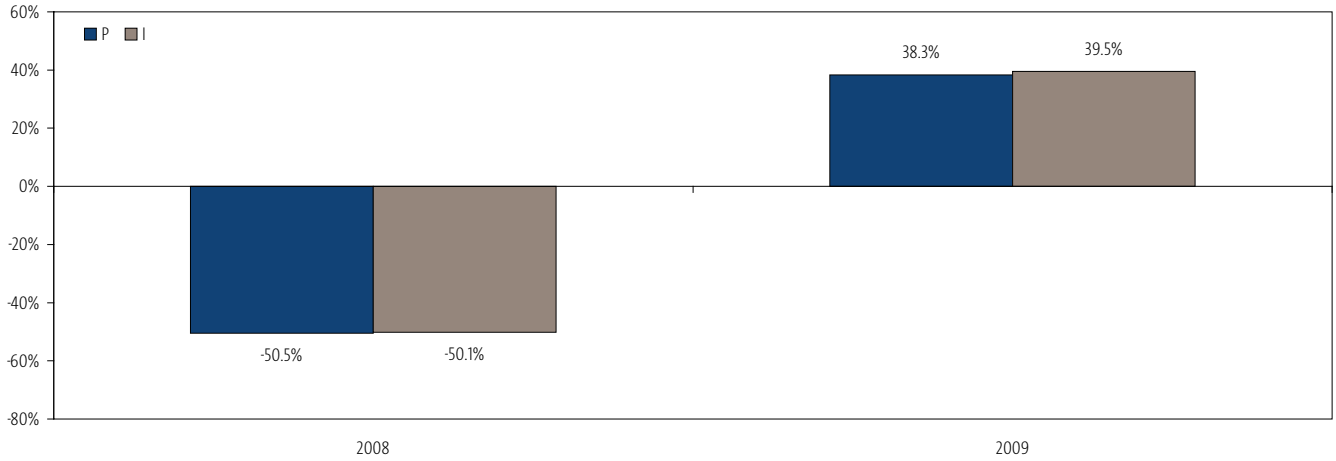
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 4 May 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – William Blair Global Growth

Investment Objective and Policy

A Sub-Fund invested primarily (at least 90% of its portfolio) in equity securities issued by companies worldwide and selected by the Investment Manager for their expected superior growth profitability. Discretion will be used with the selection of countries, sectors and size of companies. The Investment Manager may invest up to 40% of the portfolio in aggregate in small caps companies (as considered in their respective markets) and in companies incorporated or exercising a prominent part of their business activities in the developing world. Securities may be denominated in local currencies. The reference currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents, (ii) hold up to 10% of its net assets in UCIs and (iii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

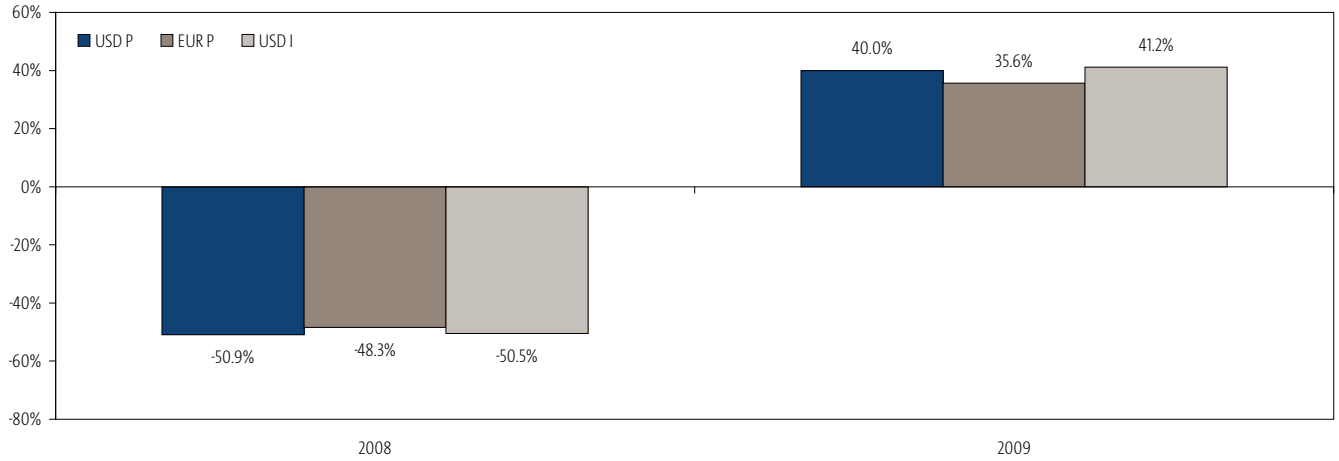
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 15 June 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Generation Global

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities, preferred stocks and convertible securities issued by companies worldwide (including emerging markets). This Sub-Fund seeks to achieve superior investment performance by taking a long term investment view and integrating sustainability research within a rigorous fundamental equity analysis framework. Sustainable investing is the explicit recognition that economic, health, environmental, social and governance factors directly affect long term business profitability. The aim of this Sub-fund is to select companies that demonstrate practices and processes that will sustain their profits in a changing environment. The Investment Manager will use its discretion with regard to the selection of markets, sectors and currencies. The reference currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents, (ii) hold up to 10% of its net assets in UCIs and (iii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 29 May 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 Global Equity Long/Short

Investment Objective and Policy

A Sub-Fund invested in equity and equity related securities (including, but not limited to, warrants) issued by companies worldwide (including emerging markets). The Investment Manager will implement its strategy by investing in companies that it believes to be undervalued and by using synthetic short derivative instruments to seek exposure to companies that it believes to be overvalued. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may use a wide range of financial derivative instruments, such as options, futures and swaps (in particular CFD) in order to increase or reduce its exposure to specific markets, sectors, issuers and currencies. In certain circumstances, the net exposure of the Sub-Fund to financial markets may be negative. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets), sectors, categories of financial derivative instruments and size of companies (including small caps companies). The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Technology

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by companies worldwide prominent in the field of information technology. The Sub-Fund may invest up to one-third (1/3rd) of its portfolio outside these parameters, in particular in stocks of companies associated with new and emerging industries, where growth prospects have been enhanced by technological development. Discretion will be used with regard to the selection of technological fields, geographical areas and size of the companies. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

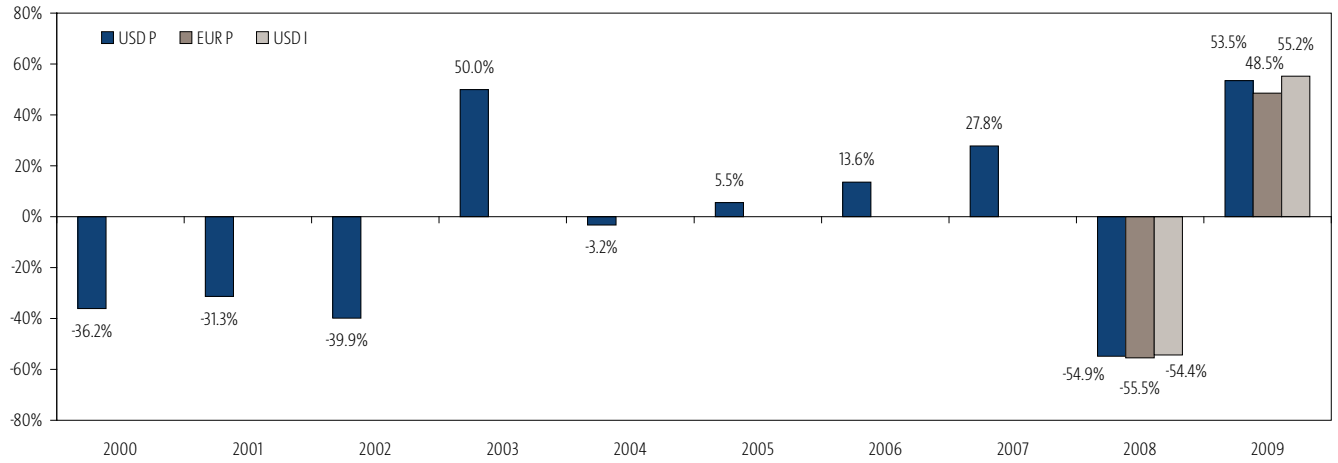
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 27 April 1999

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Golden Age

Investment Objective and Policy

A Sub-Fund invested in equity securities issued by companies worldwide, the future growth of which is significantly driven by the theme of the ageing population. Within this investment universe, the Investment Manager may invest in small and mid caps companies (as considered in their respective markets), as well as in companies incorporated or exercising a prominent part of their business activities in emerging markets. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may use a wide range of financial derivative instruments, such as options, futures and swaps (in particular CFD) in order to increase or reduce its exposure to specific markets, sectors, issuers and currencies. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

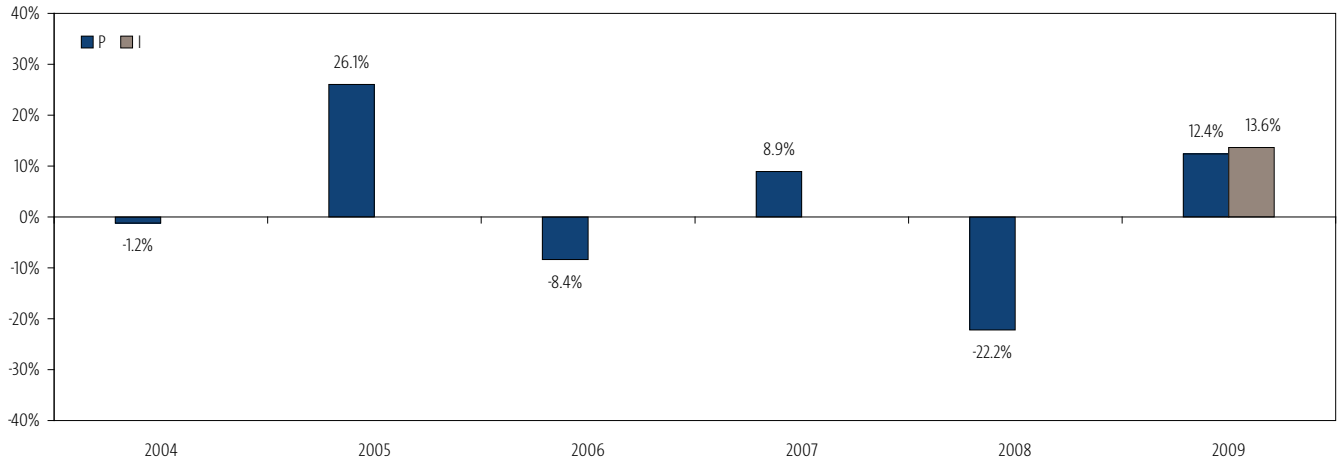
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 14 March 2003

Performance (P and I Shares)



The Reference Currency of this Sub-Fund has changed from EUR to USD as from 30 November 2009.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – World Gold Expertise

Investment Objective and Policy

A Sub-Fund that shall be managed according to a multi-management concept (see paragraph 7.4 of the Prospectus) and invested primarily in Eligible Transferable Securities (including those represented by ADRs and GDRs), issued by companies worldwide active in the gold mining, precious metals and precious stones industries. It is intended to invest at least two-thirds (2/3rds) of the Sub-Fund's portfolio in gold mining companies active in the fields of exploration, extraction, processing, production and marketing or in companies with a substantial part of their turnover or income related to such activities or in companies financing such activities. The Sub-Fund will not hold physical gold, precious metals or precious stones. The Sub-Fund may be invested in small cap companies (as considered in their respective markets). Direct investments (local shares) in Russia (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) and investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets.

It should be noted that there is a low level of correlation between this sector and equity markets as a whole and that the volatility of price of gold mining, precious metal and precious stones shares is higher than in the case of investments in more traditional equity securities. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents, (ii) hold up to 10% of its net assets in UCIs and (iii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

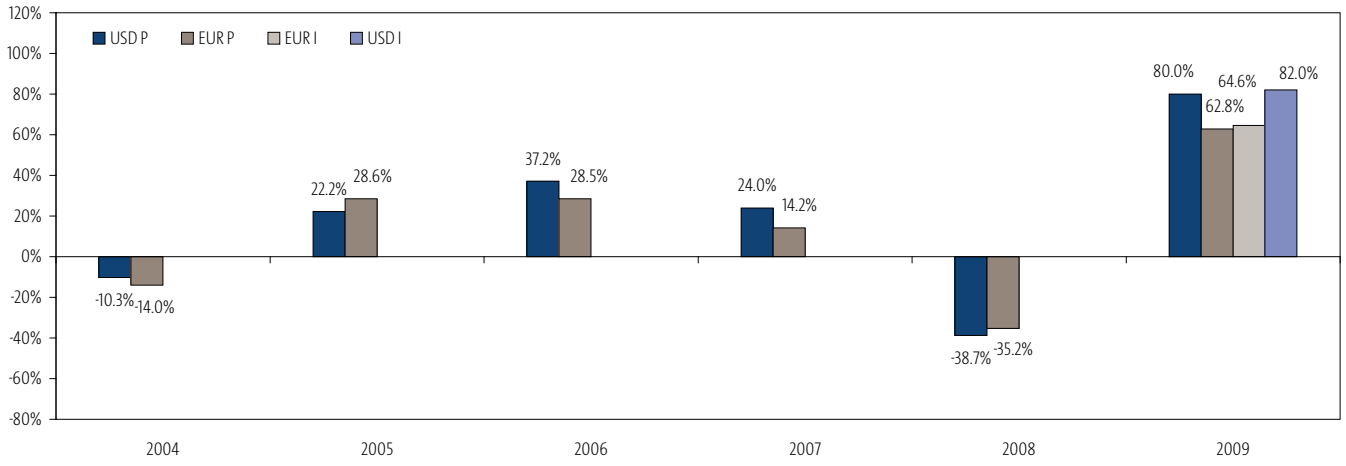
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 7 August 2003

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Clean Tech

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by companies worldwide prominent in the sectors of new and renewable energies (as solar power, wind power or biomass), water, waste and energy efficiency. Within those sectors, the selected companies may be active in the fields of production, exploration and marketing or in financing products and services participating to an improvement of the environment. Up to one-third (1/3rd) of the portfolio may be invested outside these parameters, but in companies exercising some of their business activity in those sectors. The Sub-Fund may be invested in small and mid cap companies (as considered in their respective markets). Discretion will be used with regard to the selection of sectors, fields of activities, geographical areas and size of companies. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The reference currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

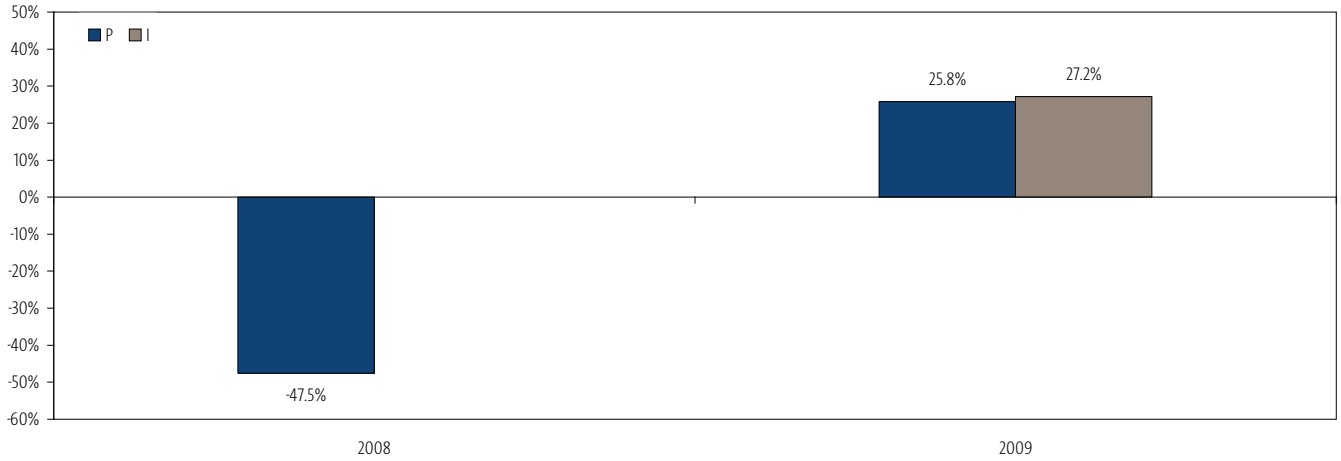
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 17 October 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Global Energy

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by companies worldwide prominent in the field of energy and energy-related sectors, including but not limited to integrated oil and gas, exploration and production, refining, drilling, energy services, storage and transport, coal, uranium and alternative energies. The Sub-Fund may invest up to one-third (1/3rd) of its portfolio outside these parameters. Discretion will be used with regard to the selection of markets (including emerging markets), geographical areas and size of companies (including small caps companies). Direct investments (local shares) in Russia (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) and investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund will be launched on 16 December 2010. Shares of this Sub-Fund may be subscribed at the initial price of USD 10 per Share, increased by an initial charge as referred to herein. Initial subscriptions must be received by the Company no later than 3 p.m. (Luxembourg time) on 15 December 2010 and payment of the subscription monies must be made to he Custodian no later than 21 December 2010.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Global Emerging Markets

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by companies incorporated or exercising a prominent part of their business activities in the emerging market countries as listed in the MSCI Emerging Market Index. Up to one-third (1/3rd) of the portfolio may be invested in equity securities issued by other companies. The Sub-Fund may be invested in bonds convertible into equities, up to 10% of its Portfolio. The Investment Manager may implement fundamental and/or systematic strategies. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Discretion will be used with the selection of markets, sectors, categories of financial derivative instruments, currencies (including local currencies) and size of companies (including small caps companies). Investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The reference currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

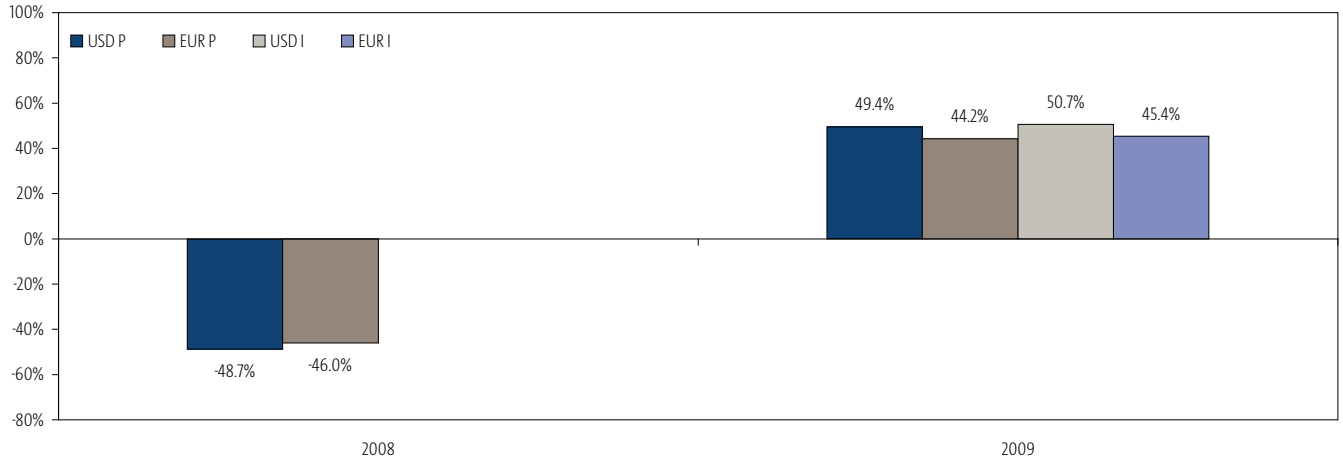
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 17 October 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – US Equity

Investment Objective and Policy

A Sub-Fund exposed to companies incorporated or exercising a prominent part of their business activities in the United States of America. In order to achieve this exposure, the Sub-Fund will invest in equity securities, financial derivative instruments such as options, futures and swaps (in particular CFD), and other eligible assets described in Paragraph 4.1 of the Prospectus. The Investment Manager may implement strategies involving long and short positions in financial derivative instruments, to seek long exposure to companies that it believes to be undervalued and short exposure to companies that it believes to be overvalued. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the selection of sectors, categories of financial derivative instruments and size of companies (including small caps companies). The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

Investment Objective and Policy

A Sub-Fund invested, at least 80% of its portfolio, in equity securities issued by companies incorporated or exercising a prominent part of their business activities in the United States of America. It is the intention of the Investment Manager to select securities that have favourable price to value characteristics based on the Investment Manager's assessment of their prospects for future growth and profitability and to favour large caps companies, as considered in the US market, at the time of purchase. Discretion will be used with the selection of sectors. The reference currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents, (ii) hold up to 10% of its net assets in UCIs and (iii) use financial derivative instruments for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

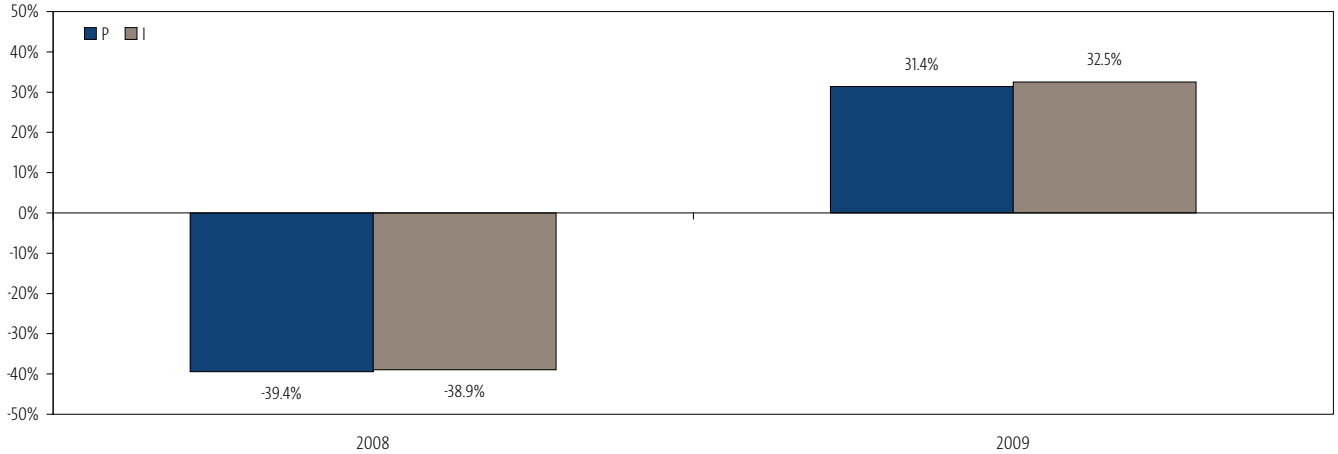
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 4 May 2007

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

Investment Objective and Policy

A Sub-Fund invested primarily (at least 90% of its portfolio) in equity securities issued by companies incorporated or exercising a prominent part of their business activities in countries of the EEA and Switzerland. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

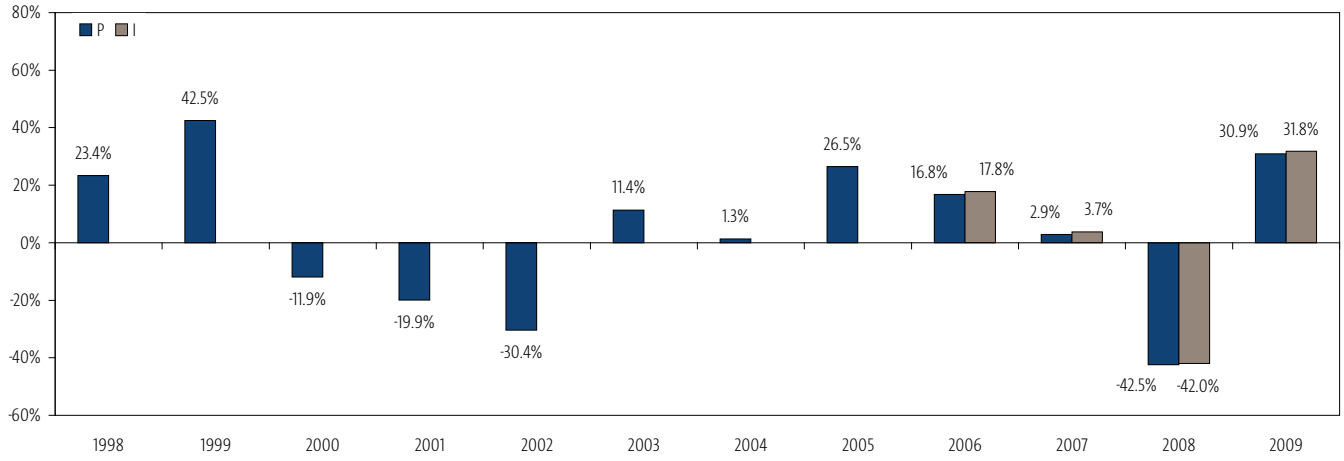
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 19 December 1997

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Eurozone Small and Mid Caps

Investment Objective and Policy

A Sub-Fund invested, at least 60% of its portfolio, in equity securities issued by small and mid caps companies (as considered in their respective markets), incorporated or exercising a prominent part of their business activities in countries whose currencies is the EUR. The Sub-Fund may invest up to 40% of its portfolio outside these parameters, in particular in companies incorporated or exercising a prominent part of their business activity in other European countries excluding the United Kingdom, in stocks previously acquired, which are no longer regarded as small and mid caps due to increased market capitalization, but also in warrants on securities where the underlying aim is to acquire an equity investment. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

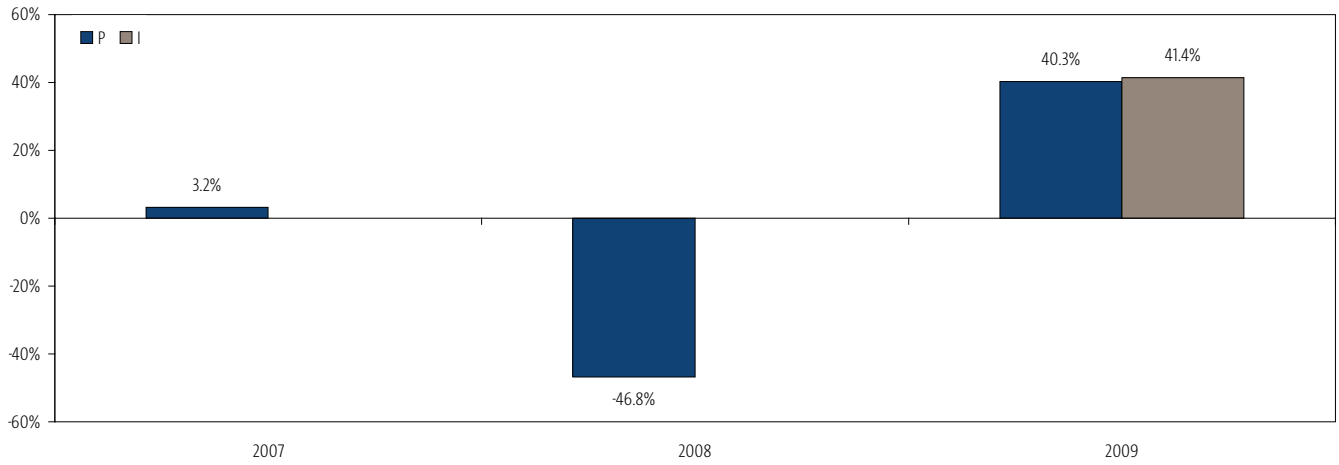
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 22 June 2006

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges

Investment Objective and Policy

A Sub-Fund invested primarily (at least 90% of its portfolio) in Eligible Transferable Securities (including those represented by ADRs and GDRs) issued by companies incorporated or exercising a prominent part of their business activities in Eastern Europe, Middle East and Africa. It is intended to invest in such territories as, amongst others, South Africa, Russia, Israel, Turkey, Poland and Kuwait. Within the limit of 90% mentioned above, the Sub-Fund may be invested, up to 10% of its portfolio, in bonds convertible into equities. The Investment Manager may implement fundamental and/or systematic strategies. The Sub-Fund may be exposed to limited number of issuers and/or countries. Direct investments (local shares) in Russia (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) and investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Discretion will be used with the selection of markets, sectors, categories of financial derivative instruments, currencies (including local currencies) and size of companies (including small caps companies). The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

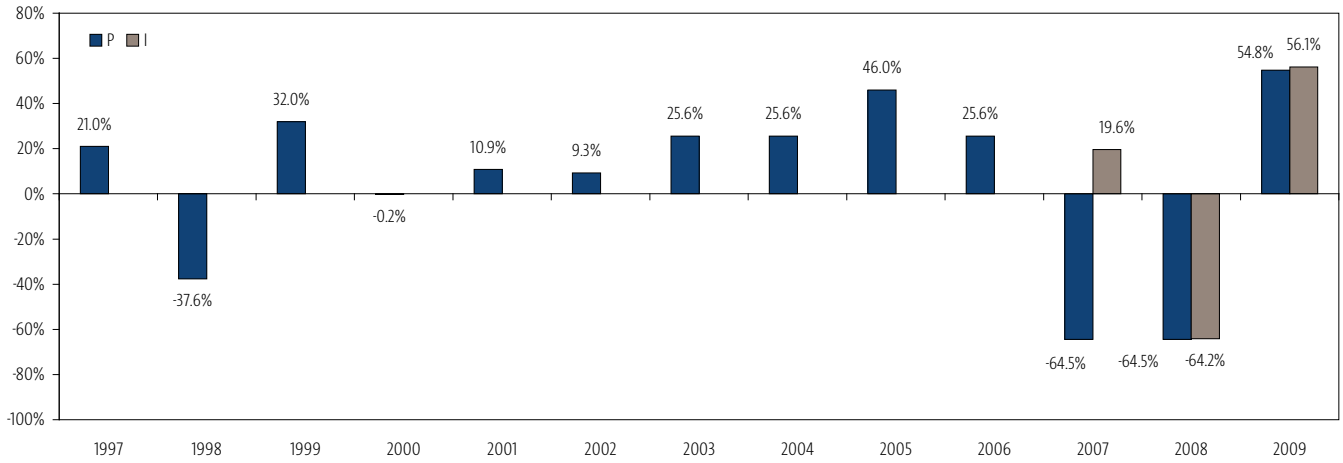
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 13 May 1996

Performance (P and I Shares)



The Reference Currency of this Sub-Fund changed from EUR to USD as from 30 April 2009.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Japanese Small and Mid Caps

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by small and mid caps companies (as considered in the Japanese market) incorporated or exercising a prominent part of their business activities in Japan. The Sub-Fund may invest up to one-third (1/3rd) of its portfolio outside these parameters, in particular in stocks listed on the Topix and also in convertible bonds and warrants on securities where the underlying aim is to acquire an equity investment. Investments in convertible bonds and Cash and Cash Equivalents held will not, in normal market conditions, exceed 15% of the Sub-Fund's net assets. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the JPY.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

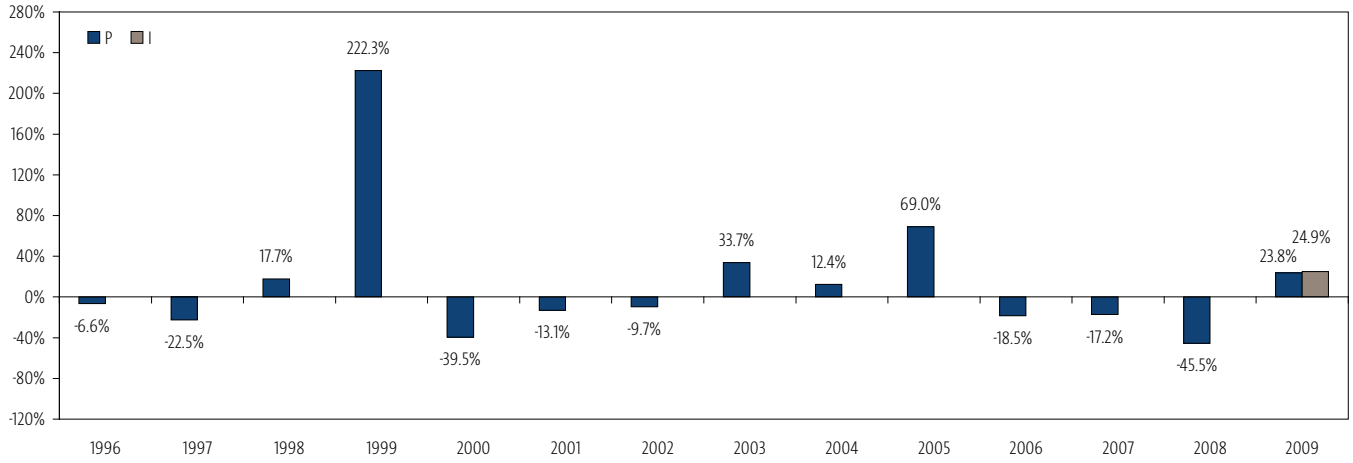
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 10 April 1995

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Alpha Japan

Investment Objective and Policy

The aim of this Sub-Fund is to be invested at least two-thirds (2/3rds) of its assets in equity securities issued by companies incorporated or exercising a prominent part of their business activity in Japan. The Sub-Fund will be managed with a high degree of flexibility and discretion will be used with selection of sectors, style and market capitalisation. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Sub-Fund may hold up to 30% of its assets in Cash and Cash Equivalents. The reference currency is JPY.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus) will systematically be hedged.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

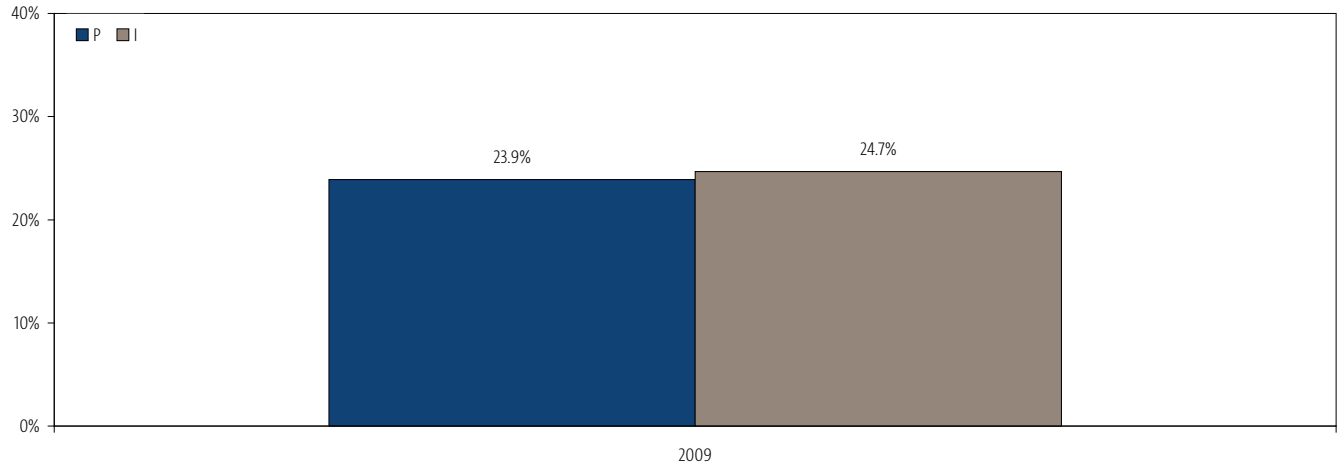
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 22 July 2008

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

Investment Objective and Policy

A Sub-Fund invested primarily (at least 90% of its portfolio), in equity securities issued by companies incorporated or exercising a prominent part of their business activities in Hong Kong, China, or Taiwan. Within the limit of 90% mentioned above, the Sub-Fund may be invested in bonds convertible into equities, up to 10% of its portfolio. The Investment Manager may implement fundamental and/or systematic strategies. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Discretion will be used with the selection of markets (including emerging markets), sectors, categories of financial derivative instruments, currencies (including local currencies) and size of companies (including small caps companies). The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

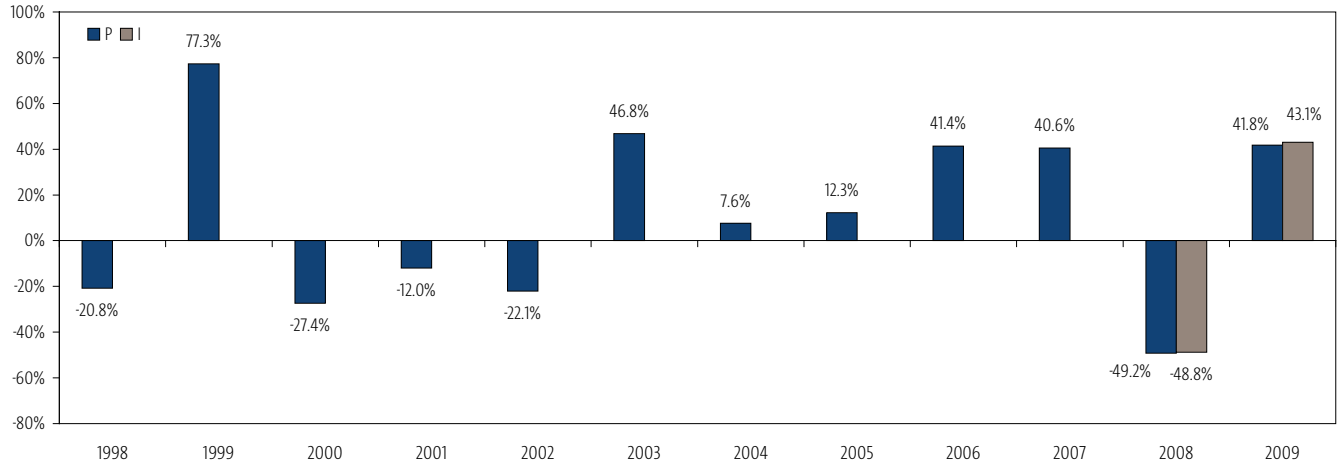
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 30 October 1997

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Pacific Rim

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in equity securities issued by companies incorporated or exercising a prominent part of their business activities in the Pacific Rim area, excluding Japan. It is intended to invest in such territories as, amongst others, Hong Kong, Malaysia, Singapore, Thailand, Indonesia, the Philippines, Korea, Taiwan and China. The Sub-Fund may invest up to one-third (1/3rd) of its portfolio in equity securities issued by other companies worldwide. The Sub-Fund may be invested in bonds convertible into equities, up to 10% of its Portfolio. The Investment Manager may implement fundamental and/or systematic strategies. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Discretion will be used with the selection of markets (including emerging markets), sectors, categories of financial derivative instruments, currencies (including local currencies) and size of companies (including small caps companies). Investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to 15% of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

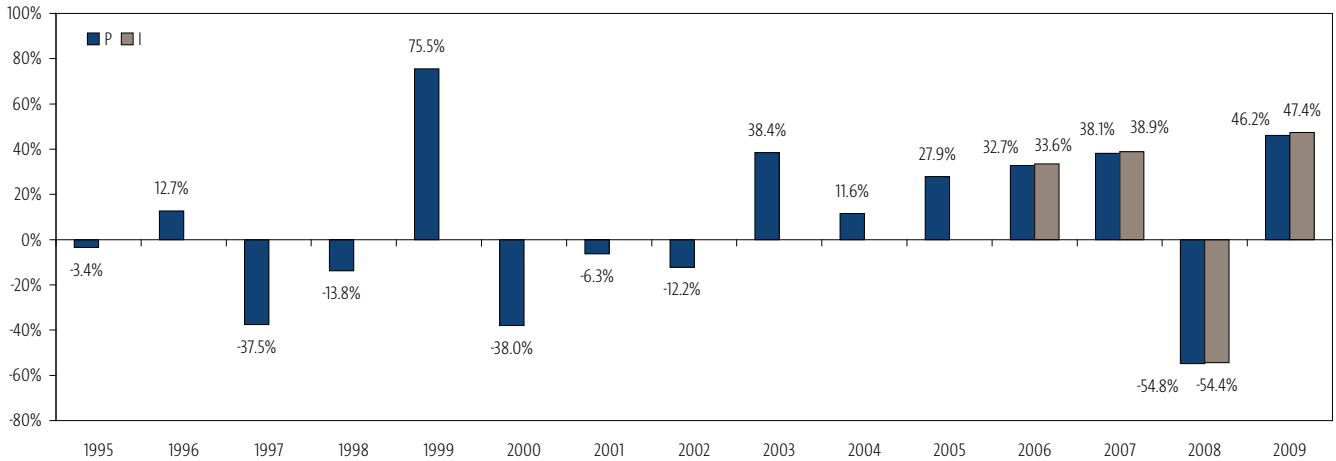
- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 12 July 1994

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 US Equity Long/Short

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in equity and equity related securities (including, but not limited to, warrants) issued by companies incorporated or exercising a prominent part of their business activities in the United States of America. The Investment Manager may invest up to one-third (1/3rd) of the Sub-Fund's assets outside these parameters, in particular in companies exercising a prominent part of their business activities outside the United States of America. The Investment Manager will implement its strategy by investing in companies that it believes to be undervalued and by using synthetic short derivative instruments to seek exposure to companies that it believes to be overvalued. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may use a wide range of financial derivative instruments, such as options, futures and swaps (in particular CFD) in order to increase or reduce its exposure to specific markets, sectors, issuers and currencies. In certain circumstances, the net exposure of the Sub-Fund to financial markets may be negative. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets), sectors, categories of financial derivative instruments and size of companies (including small caps companies). The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 31 March 2010

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 Europe Equity Long/Short

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in equity and equity related securities (including, but not limited to, warrants) issued by companies incorporated or exercising a prominent part of their business activities in Europe. The Investment Manager may invest up to one-third (1/3rd) of the Sub-Fund's assets outside these parameters, in particular in companies exercising a prominent part of their business activities outside Europe. The Investment Manager will implement its strategy by investing in companies that it believes to be undervalued and by using synthetic short derivative instruments to seek exposure to companies that it believes to be overvalued. The Investment Manager is authorized to use financial derivative instruments not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may use a wide range of financial derivative instruments, such as options, futures and swaps (in particular CFD) in order to increase or reduce its exposure to specific markets, sectors, issuers and currencies. In certain circumstances, the net exposure of the Sub-Fund to financial markets may be negative. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets), sectors, categories of financial derivative instruments and size of companies (including small caps companies). The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 Merger Arbitrage

Investment Objective and Policy

A Sub-Fund whose investment strategy is to take advantage of merger arbitrage opportunities by investing in Eligible Assets, as described in paragraph 4.1 of the Prospectus.

The Investment Manager will seek to exploit situations in which an announced or anticipated event creates inefficiencies in the pricing of securities. These situations may include but are not limited to announced mergers, unsolicited merger proposals, tender offers, recapitalisations, spin-offs, split-offs, liquidations, bankruptcies, changes in the regulatory environment and material litigation decisions. In response to or in anticipation of such an event, the Investment Manager will conduct a detailed analysis of the business, legal, and financial conditions of the affected issuer, analyse the processes surrounding the event and determine how the anticipated outcome of the event may affect the trading prices of the issuer's securities. Based on this analysis, the Investment Manager may structure investments that seek to maximise potential returns. The Sub-Fund may suffer significant losses if the announced or anticipated event is not consummated as a result of regulatory restrictions, political motivation, economical reasons or of any other factors.

The Sub-Fund will be invested worldwide in all categories of Eligible Assets, in particular but not limited in equity and equity related securities, bonds, other fixed or floating-rate securities, convertible bonds and financial derivative instruments. To implement its strategy, the Investment Manager may use financial derivative instruments to seek synthetic short exposure to securities that its believes to be overvalued. The Investment Manager is authorized to use financial derivative instruments, such as but not limited to options, futures and swaps (in particular CFD), not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets), sectors, categories of financials derivative instruments and size of companies (including small companies). The Sub-Fund may be invested up to 100% of its assets in Cash and Cash Equivalents. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek capital appreciation over the long-term;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Government Bond Tracker (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating rate debt securities and short-term debt securities, denominated in EUR, with a minimum rating of BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager, issued or guaranteed by sovereign issuers participating in the EMU and supranational institutions. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to the maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation and currency derivatives) for hedging purposes or for efficient portfolio management, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Inflation-Linked Bond Tracker (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in EUR-denominated inflation-linked bonds issued by sovereign issuers participating in the EMU. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in inflation-linked bonds issued by sovereign issuers not participating in the EMU, as well as in Cash and Cash Equivalents. Foreign currency investments will, to the greatest extent possible, be hedged back into EUR. Securities in which the Sub-Fund will invest will have a minimum rating of BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation and currency derivatives) for hedging purposes or for efficient portfolio management, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Government Bond AAA (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating rate debt securities and short-term debt securities, denominated in EUR, with a minimum rating of AAA or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager, issued or guaranteed by sovereign issuers participating in the EMU and supranational institutions. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to the maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Government Bond (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating rate debt securities and short-term debt securities, denominated in EUR, with a minimum rating of BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager, issued or guaranteed by sovereign issuers participating in the EMU and supranational institutions. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to the maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 26 October 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Government Bond (USD)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities, denominated in USD, issued by the U.S. Government. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to the maturity of the portfolio. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

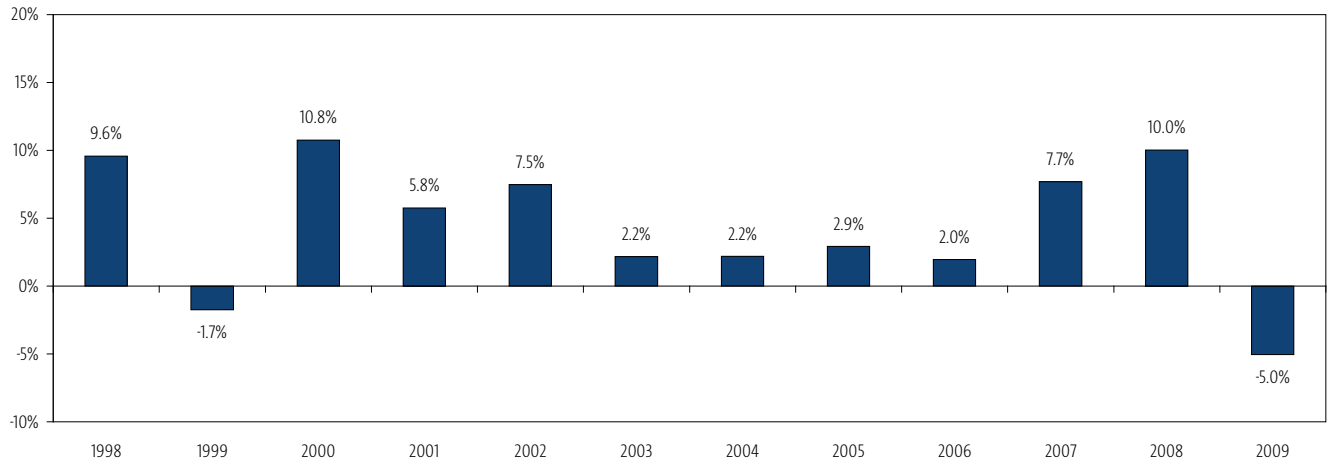
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 21 May 1997

Performance (P Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Inflation-Linked Bond (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in EUR-denominated inflation-linked bonds issued by sovereign issuers participating in the EMU. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in inflation-linked bonds issued by sovereign issuers not participating in the EMU, as well as in Cash and Cash Equivalents. Foreign currency investments will, to the greatest extent possible, be hedged back into EUR. Securities in which the Sub-Fund will invest will have a minimum rating of BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 26 October 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Global Government Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities issued by member States of the OECD, by supranational institutions or by non-governmental issuers incorporated or exercising a prominent part of their business activities in the member States of the OECD. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the maturity of the portfolio, the categories of financial derivative instruments and their underlying. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Sub-Fund may be invested in securities with a rating of at least BB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

This Sub-Fund may issue categories of Shares in the Reference Currency and in an Alternative Currency with different currency hedging policies. Depending on the currency hedging policy applied to a category of Shares (no hedging / full hedging / hedging at the discretion of the Investment Manager) the currency risk for the underlying investments issued in a currency other than the currency of such category of Shares, will not be hedged, will systematically be hedged or will be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – 1798 Optimum Trend

Investment Objective and Policy

The Sub-Fund invests in EUR denominated Cash and Cash Equivalents and takes long and short positions in financial derivative instruments on interest rates, denominated in any OECD currency, on the basis of a systematic process (to seek to capture the various market dynamics that are prevalent in interest rate markets). The Investment Manager will use its discretion with regard to the categories of financial derivative instruments and their underlying. The use of financial derivative instruments as part of the investment strategy may result in a higher level of leverage and increase the overall risk exposure of the Sub-Fund and the volatility of its Net Asset Value (see paragraph 5.2.8 of the Prospectus). In case of short positions in financial derivative instruments on interest rate, the sensitivity of the Sub-Fund to interest rate risk may be negative. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

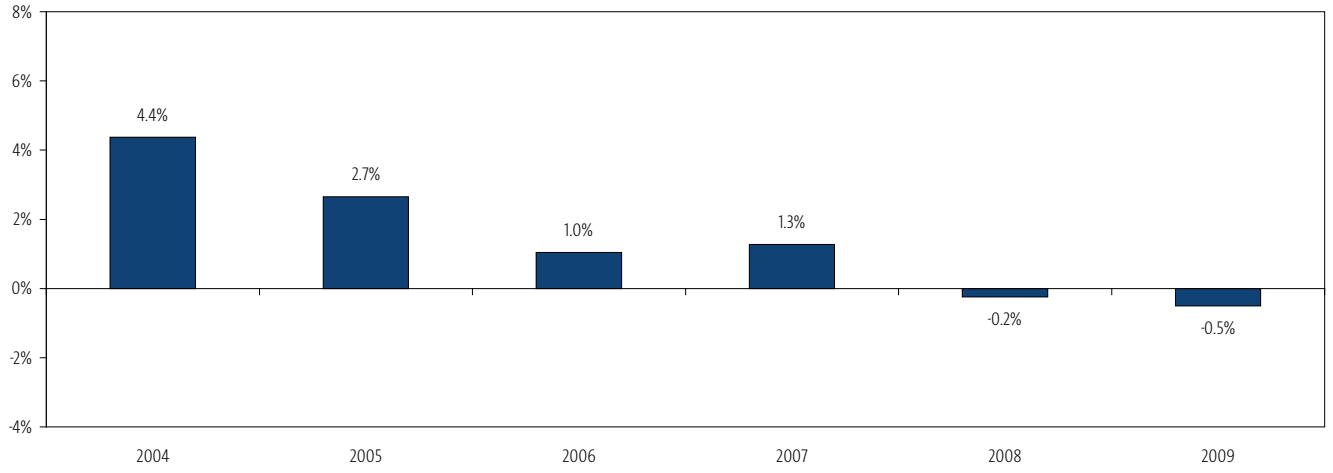
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 14 March 2003

Performance (P Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Euro Aggregate Bond Tracker

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities, issued or guaranteed by sovereign or corporate issuers of the EEA countries and Switzerland. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating rate debt securities and short-term debt securities of sovereign or corporate issuers of Eastern European countries and/or of EU Applicant(s) and/or (ii) in Cash and Cash Equivalents. At least 50% of the Sub-Fund's portfolio will be invested in Euro-denominated securities. The Investment Manager shall invest at least two-thirds (2/3rds) of the Sub-Fund's portfolio in securities graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager may invest up to one-third (1/3rd) of the Sub-Fund's portfolio in securities graded below BBB but at least B or better or of equivalent quality in the opinion of the Investment Manager. The Investment Manager will use its discretion with regard to the issuers, sectors and the maturity of the portfolio. The Investment Manager may use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation and currency derivatives) for hedging purposes or for efficient portfolio management, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Euro Aggregate Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities, issued or guaranteed by sovereign or corporate issuers of the EEA countries and Switzerland. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating rate debt securities and short-term debt securities of sovereign or corporate issuers of Eastern European countries and/or of EU Applicant(s) and/or (ii) in Cash and Cash Equivalents. At least 50% of the Sub-Fund's portfolio will be invested in EUR-denominated securities. The Investment Manager shall invest at least two-thirds (2/3rds) of the Sub-Fund's portfolio in securities graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager may invest up to one-third (1/3rd) of the Sub-Fund's portfolio in securities graded below BBB but at least B or better or of equivalent quality in the opinion of the Investment Manager. The Investment Manager will use its discretion with regard to the issuers, sectors and the maturity of the portfolio. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. Investments in markets which are not Regulated Markets shall in aggregate not exceed 10% of the Sub-Fund's net assets. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

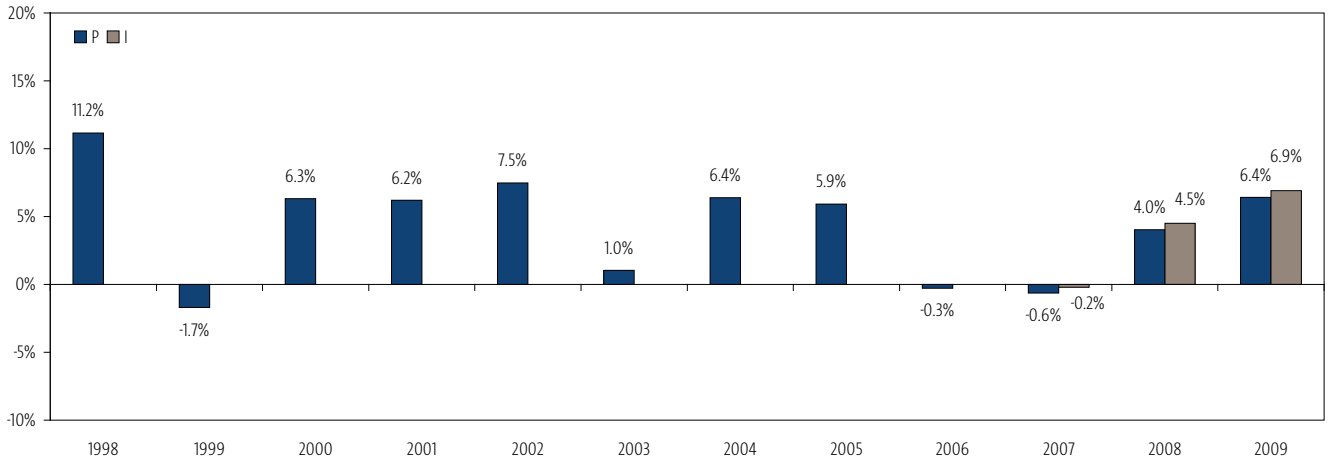
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 15 January 1997

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Swiss Aggregate Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities, issued or guaranteed by sovereign or corporate issuers of a member State of the OECD. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. At least two-thirds (2/3rds) of the Sub-Fund's portfolio will be invested in CHF-denominated securities. The Investment Manager will use its discretion with regard to the issuer and to the maturity of the portfolio. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the CHF.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Total Return Bond

Investment Objective and Policy

A Sub-Fund invested at least two-thirds (2/3rds) of its assets in bonds, other fixed or floating-rate debt securities and short-term debt securities, denominated in EUR, issued by sovereign or non-sovereign issuers and graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. Up to one-thirds (1/3rd) of the Sub-Fund's assets may be invested in (i) debt securities denominated in other currencies, (ii) debt securities which may be graded below BBB but not lower than B or of equivalent quality in the opinion of the Investment Manager, (iii) convertible bonds and/or (iv) Cash and Cash Equivalents. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the selection of markets (including emerging markets) and maturity of the portfolio. In times of increasing volatility the Investment Manager may invest temporarily up to 100% of the Sub-Fund's portfolio in Cash and Cash Equivalents. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

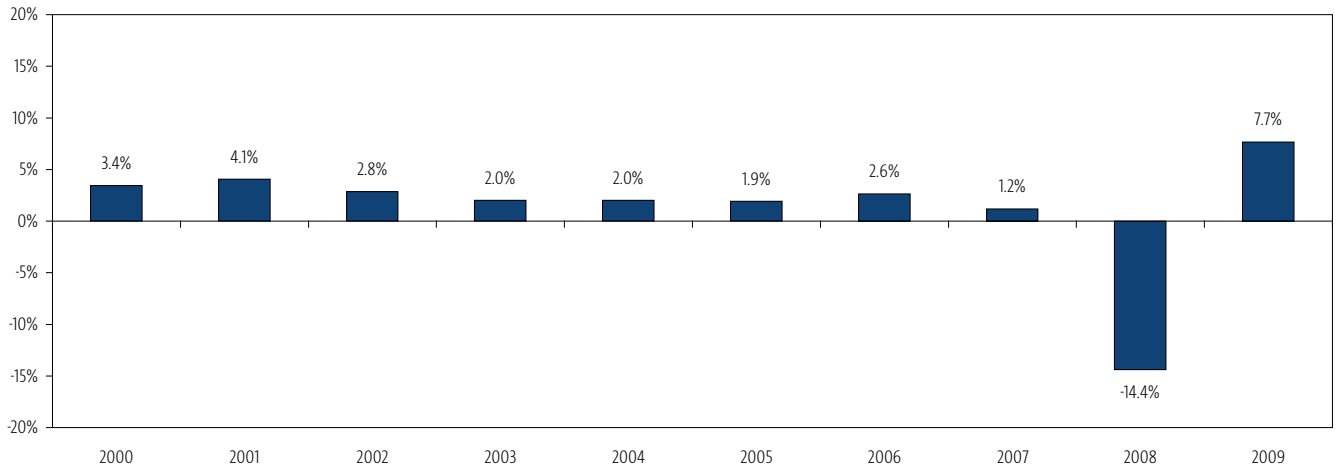
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 8 February 1999

Performance (P Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Investment Grade Tracker (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities of corporate issuers denominated in EUR and graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating-rate debt securities and short-term debt securities of corporate and non corporate issuers which may be graded below BBB but not lower than B or of equivalent quality in the opinion of the Investment Manager, as well as in (ii) Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to sectors, geographical exposure and maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issues and issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation and currency derivatives) for hedging purposes or for efficient portfolio management, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Investment Grade (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities of corporate issuers denominated in EUR and graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating-rate debt securities and short-term debt securities of corporate and non corporate issuers which may be graded below BBB but not lower than B or of equivalent quality in the opinion of the Investment Manager, as well as in (ii) Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to sectors, geographical exposure and maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issues and issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

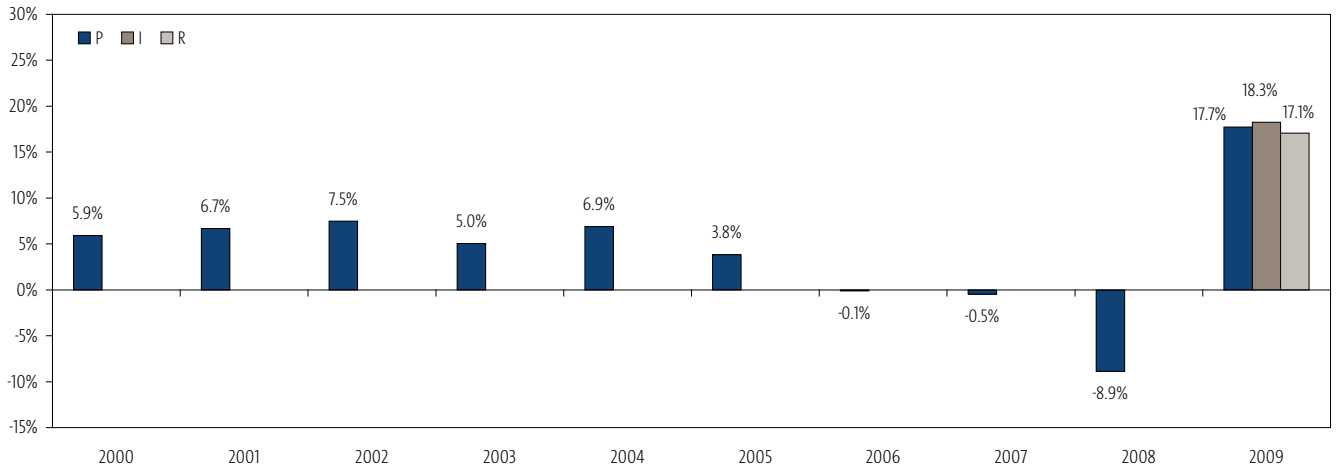
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 8 February 1999

Performance (P, I and R Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Investment Grade + (EUR)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities of non-governmental issuers. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating-rate debt securities and short-term debt securities of governmental issuers, as well as in (ii) Cash and Cash Equivalents. The Sub-Fund will be invested in securities graded at least BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager will use its discretion with regard to sectors, geographical exposure and maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 22 June 2009

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – BBB-BB Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating-rate debt securities and short-term debt securities of non-governmental issuers denominated in EUR and graded either BBB, BB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) debt securities of governmental issuers, (ii) debt securities denominated in USD, (iii) debt securities graded above BBB or below BB but not lower than B, or of equivalent quality in the opinion of the Investment Manager, as well as in (iv) Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to sectors, geographical exposure (including emerging markets) and maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issues and issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund will be launched on 1 December 2010. Shares of this Sub-Fund may be subscribed at the initial price of EUR 10 per Share, increased by an initial charge as referred to herein. Initial subscriptions must be received by the Company no later than 3 p.m. (Luxembourg time) on 30 November 2010 and payment of the subscription monies must be made to he Custodian no later than 6 December 2010.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Investment Grade A-BBB (CHF)

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds, other fixed or floating rate debt securities and short-term debt securities denominated in CHF and graded from A to BBB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in (i) bonds, other fixed or floating-rate debt securities and short-term debt securities of issuers which may be graded above A or of equivalent quality in the opinion of the Investment Manager, as well as in (ii) Cash and Cash Equivalents. The Investment Manager will use its discretion with regard to sectors, geographical exposure and maturity of the portfolio. The Sub-Fund may be exposed to a limited number of issuers. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Reference Currency is the CHF.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

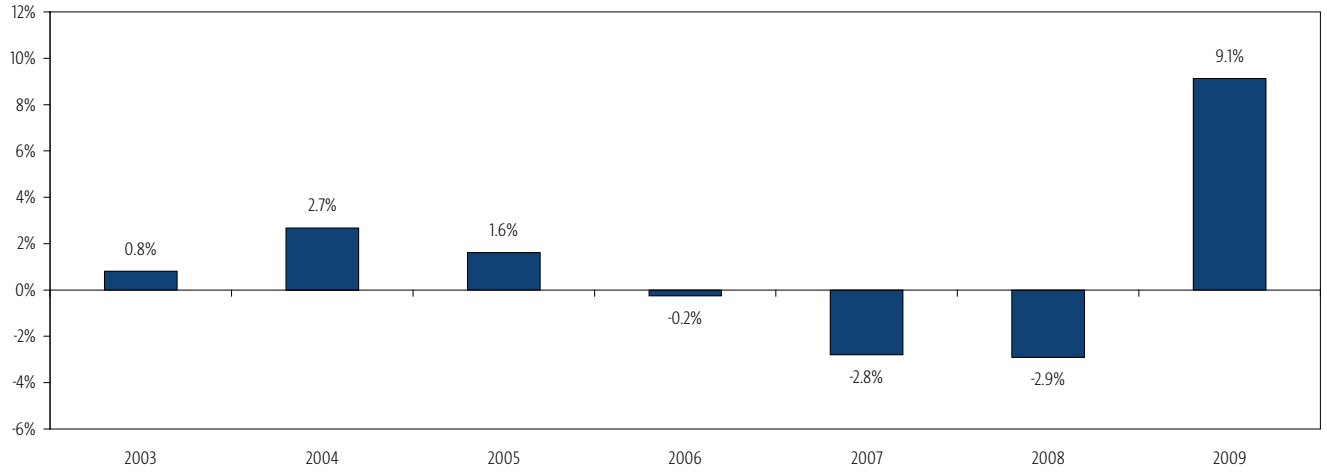
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 25 January 2002

Performance (P Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Emerging Local Currencies and Bonds Tracker

Investment Objective and Policy

A Sub-Fund invested in bonds, other fixed or floating-rate debt securities and short-term debt instruments issued or guaranteed by emerging market sovereign entities or corporate entities incorporated or exercising a prominent part of their business activities in emerging markets, denominated in local or OECD currencies. In specific market conditions or where the Investment Manager considers it appropriate, the Sub-Fund may also invest in bonds, other fixed or floating-rate debt instruments and short-term debt instruments issued or guaranteed by sovereign OECD entities, denominated in OECD currencies. The instruments described above may be of any credit quality (including below investment-grade securities as described in paragraph 3.7 of the Prospectus). The Investment Manager uses its discretion with regard to the selection of issuers and countries. Up to 35% of the Sub-Fund's portfolio may be invested in bonds issued or guaranteed by the Russian State admitted to Official Listing or dealt in a Regulated Market. Direct investments in Russian markets (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) together with other Investments traded through markets which are not Regulated Markets and investments in debt instruments treated, because of their characteristics, as equivalent to transferable securities and which are, inter alia, transferable, liquid and have a value which can be accurately determined at any time shall in aggregate not exceed 10% of the Sub-Fund's net assets.

In addition to the investments in bonds and other debt securities and instruments, the Investment Manager may use financial derivative instruments (i) to take long and short positions on currencies (OECD currencies and/or emerging market currencies) and/or (ii) to increase or reduce its exposure to specific asset classes (including equities), markets (including emerging markets) and indices (including commodity indices). For this purpose, the Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation and currency derivatives) for hedging purposes or for efficient portfolio management, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus.

The Sub-Fund may also be invested up to 100% of its assets in Cash and Cash Equivalents.

The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Emerging Market Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds and other fixed or floating rate debt securities and short-term debt securities denominated in the major currencies and issued by sovereign and corporate entities incorporated or exercising a prominent part of their business activities in the developing world. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in Cash and Cash Equivalents. The Investment Manager shall invest at least 50% of the Sub-Fund's portfolio in securities graded at least BB or equivalent by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager may invest up to 50% of the Sub-Fund's portfolio in securities graded below BB or of equivalent quality in the opinion of the Investment Manager. The Investment Manager may invest up to 50% of the Sub-Fund's portfolio in securities denominated in local currencies. Up to 35% of the Sub-Fund's portfolio may be invested in bonds issued or guaranteed by the Russian State admitted to Official Listing or dealt in a Regulated Market. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the selection of markets, sectors, maturity of the portfolio and currencies. Direct investments in Russian markets (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) together with other Investments traded through markets which are not Regulated Markets and investments in debt instruments treated, because of their characteristics, as equivalent to transferable securities and which are, inter alia, transferable, liquid and have a value which can be accurately determined at any time shall in aggregate not exceed 10% of the Sub-Fund's net assets. In times of increasing volatility the Investment Manager may invest temporarily up to 100% of the Sub-Fund's portfolio in US Treasury securities. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

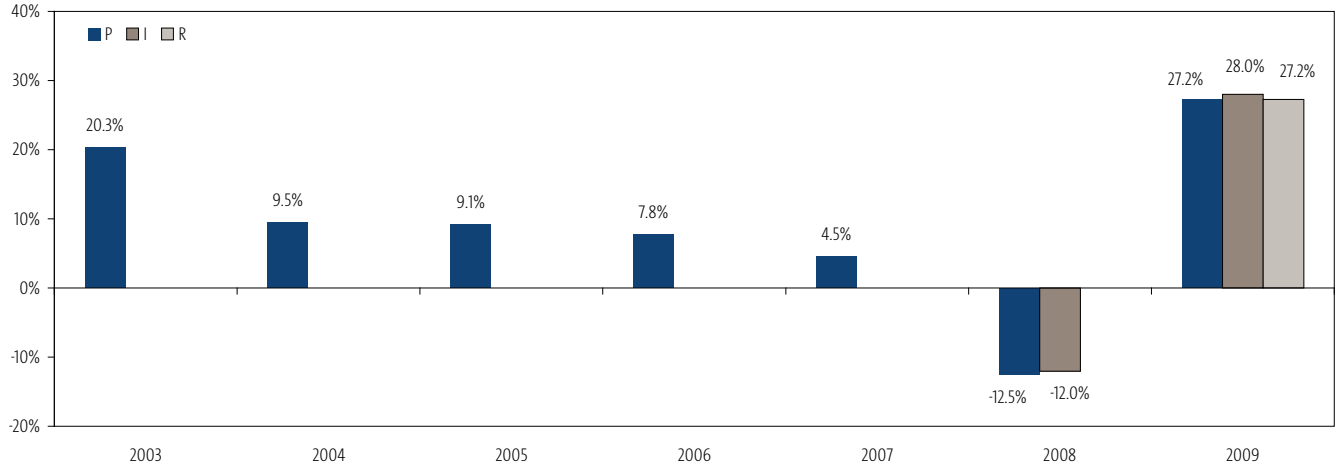
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 25 January 2002

Performance (P, I and R Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Emerging Local Currencies and Bonds

Investment Objective and Policy

A Sub-Fund invested in bonds, other fixed or floating-rate debt securities and short-term debt instruments issued or guaranteed by emerging market sovereign entities or corporate entities incorporated or exercising a prominent part of their business activities in emerging markets, denominated in local or OECD currencies. In specific market conditions or where the Investment Manager considers it appropriate, the Sub-Fund may also invest in bonds, other fixed or floating-rate debt instruments and short-term debt instruments issued or guaranteed by sovereign OECD entities, denominated in OECD currencies. The instruments described above may be of any credit quality (including below investment-grade securities as described in paragraph 3.7 of the Prospectus). The Investment Manager uses its discretion with regard to the selection of issuers and countries. Up to 35% of the Sub-Fund's portfolio may be invested in bonds issued or guaranteed by the Russian State admitted to Official Listing or dealt in a Regulated Market. Direct investments in Russian markets (other than investments traded on the Russian Trading System Stock Exchange or on the Moscow Interbank Currency Exchange) together with other Investments traded through markets which are not Regulated Markets and investments in debt instruments treated, because of their characteristics, as equivalent to transferable securities and which are, inter alia, transferable, liquid and have a value which can be accurately determined at any time shall in aggregate not exceed 10% of the Sub-Fund's net assets.

In addition to the investments in bonds and other debt securities and instruments, the Investment Manager may use financial derivative instruments (i) to take long and short positions on currencies (OECD currencies and/or emerging market currencies) and/or (ii) to increase or reduce its exposure to specific asset classes (including equities), markets (including emerging markets) and indices (including commodity indices). For this purpose, the Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to credit (including CDS), interest rate, inflation, currency and volatility derivatives) not only for hedging purposes or for efficient portfolio management, but also as part of its investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus.

The Sub-Fund may also be invested up to 100% of its assets in Cash and Cash Equivalents.

The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

This Sub-Fund may issue categories of Shares in the Reference Currency and in an Alternative Currency with different currency hedging policies. Depending on the currency hedging policy applied to a category of Shares (no hedging / full hedging / hedging at the discretion of the Investment Manager) the currency risk for the underlying investments issued in a currency other than the currency of such category of Shares, will not be hedged, will systematically be hedged or will be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 12 January 2010

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Convertible Bond

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its assets, in bonds convertible into equities and in associated instruments such as warrants and convertible preference shares, denominated in various currencies. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in other transferable securities and/or in Cash and Cash Equivalents. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to, forwards, credit derivatives and interest rate derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may invest the assets of the Sub-Fund in securities or issuers graded B or better by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager will use its discretion with regard to the selection of instruments, markets (including emerging markets) and currencies. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

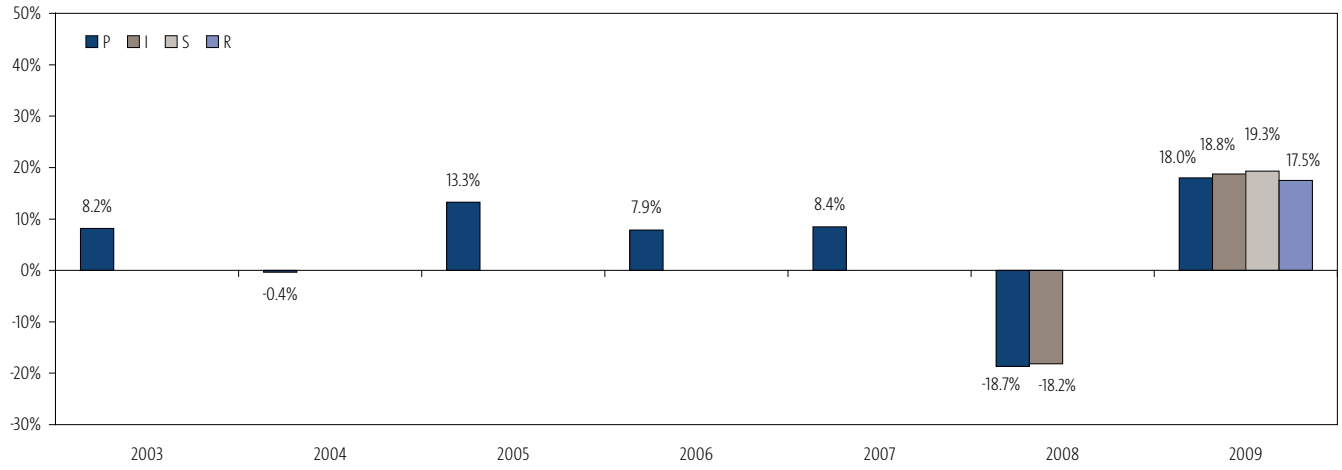
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 4 December 2002

Performance (P, I, S and R Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Convertible Bond Asia

Investment Objective and Policy

A Sub-Fund invested, at least two-thirds (2/3rds) of its portfolio, in bonds, convertible into equities of companies incorporated or exercising a prominent part of their business activities in the Asian area, denominated in various currencies. The Sub-Fund may invest up to one-third (1/3rd) of its portfolio in other transferable securities such as equity warrants and/or convertible preference shares. The Sub-Fund may not invest more than 10% of its net assets in equity securities. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to, forwards, credit derivatives and interest rate derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager may invest the assets of the Sub-Fund in securities or issuers graded B or better by the rating agencies described in paragraph 3.7 of the Prospectus or of equivalent quality in the opinion of the Investment Manager. The Investment Manager will use its discretion with regard to the selection of instruments, markets (including emerging markets) and currencies. The Reference Currency is the USD.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may (i) in normal market conditions, hold on a temporary and ancillary basis up to one-third (1/3rd) of its net assets in Cash and Cash Equivalents and (ii) hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

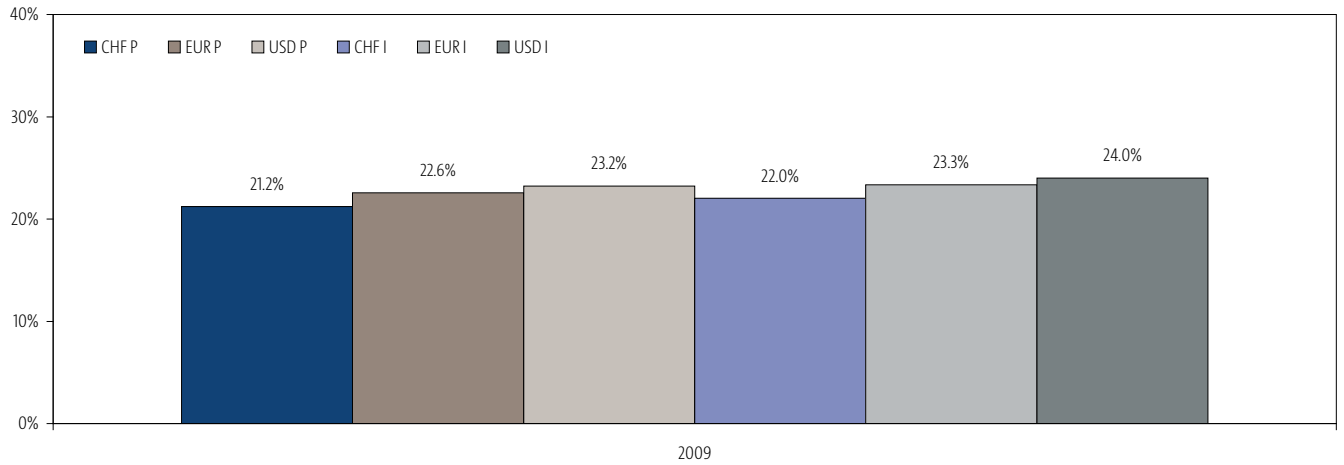
- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 15 December 2008

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Recovery Convertible Bond

Investment Objective and Policy

This Sub-Fund aims to benefit from the recovery of credit and/or equity markets worldwide using convertible bonds and associatied instruments usually rated below investment grade. The Sub-Fund is invested, at least two-thirds (2/3rds) of its assets, in bonds convertible into equities and in associated instruments such as warrants and convertible preference shares, denominated in various currencies. Up to one-third (1/3rd) of the Sub-Fund's assets may be invested in other transferable securities and/or in Cash and Cash Equivalents. The Investment Manager may invest the assets of the Sub-Fund in securities or issuers graded BB or below by the rating agencies described in paragraph 3.7 of the Prospectus, including distress securities. The Investment Manager is authorized to use financial derivative instruments (in particular, but not limited to, forwards, credit derivatives and interest rate derivatives) not only for hedging purposes or for efficient portfolio management but also as part of the investment strategy, subject always to the limits permitted by the Investment Restrictions described in Section 4 of the Prospectus. The Investment Manager will use its discretion with regard to the selection of instruments, markets (including emerging markets) and currencies. The Reference Currency is the EUR.

As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may hold up to 10% of its net assets in UCIs. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

- seek regular income and eventually capital gains from their investment;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date

This Sub-Fund has not been launched. When this Sub-Fund is offered for sale, this simplified prospectus will be amended accordingly.

Performance

A graph will show the performance of the Sub-Fund for entire calendar years and for the first time for the year following the launch of the Sub-Fund.

Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Money Market (EUR)

Investment Objective and Policy

A Sub-Fund invested in bank deposits, money market instruments and short-term debt instruments (eg ECP, T-Bills, CDs) and other fixed- or variable-rate securities. The entire portfolio of the Sub-Fund may not have an average residual term of more than 12 months. Fixed rate instruments may have a maximum residual maturity of 397 days, while variable rate instruments may have a maximum residual maturity of 762 days, provided that the coupons are reset at least annually on the basis of market conditions. The Reference Currency is the EUR.

The Sub-Fund will not invest in units of UCIs. As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may use financial derivative instruments, whose underlying will only be instruments compliant with the investment policy as described above, for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

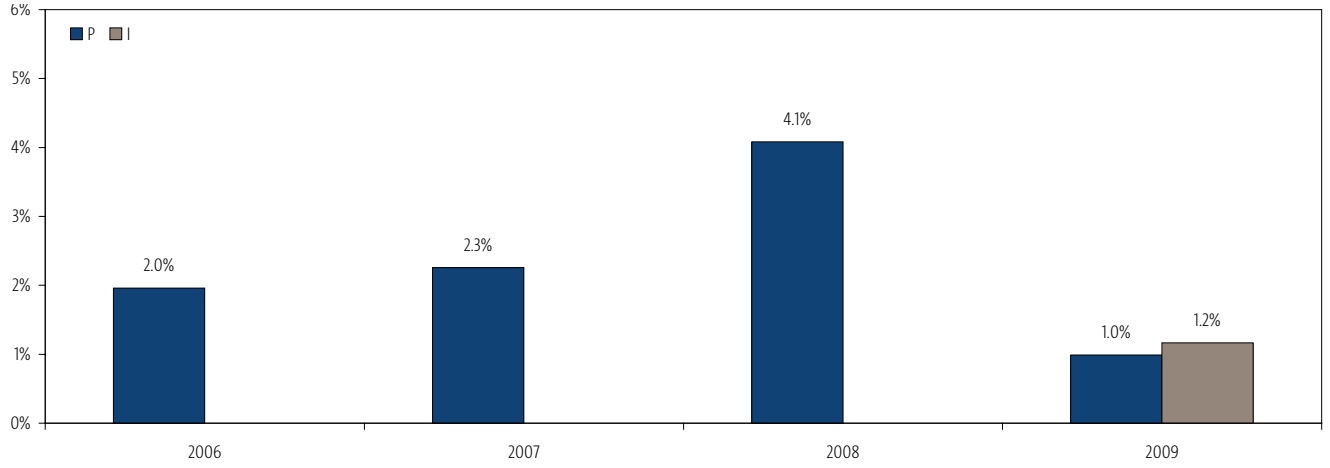
- seek regular income, where both capital security and liquidity are prime consideration;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 12 September 2005

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Money Market (USD)

Investment Objective and Policy

A Sub-Fund invested in bank deposits, money market instruments and short-term debt instruments (eg ECP, T-Bills, CDs) and other fixed- or variable-rate securities. The entire portfolio of the Sub-Fund may not have an average residual term of more than 12 months. Fixed rate instruments may have a maximum residual maturity of 397 days, while variable rate instruments may have a maximum residual maturity of 762 days, provided that the coupons are reset at least annually on the basis of market conditions. The Reference Currency is the USD.

The Sub-Fund will not invest in units of UCIs. As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may use financial derivative instruments, whose underlying will only be instruments compliant with the investment policy as described above, for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

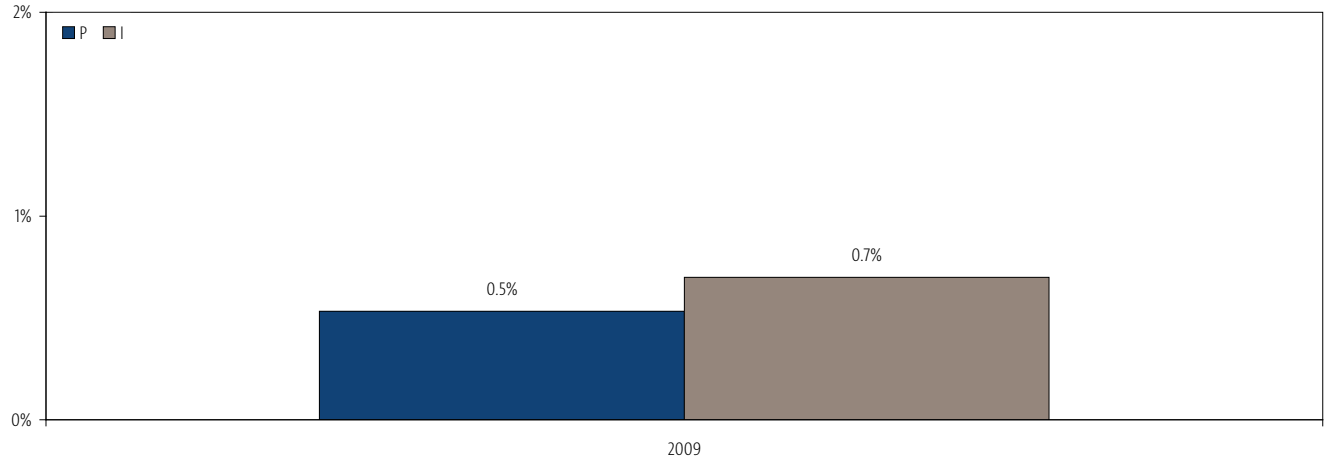
- seek regular income, where both capital security and liquidity are prime consideration;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 14 April 2008

Performance (P and I Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.

LO Funds – Money Market (GBP)

Investment Objective and Policy

A Sub-Fund invested in bank deposits, money market instruments and short-term debt instruments (eg ECP, T-Bills, CDs) and other fixed- or variable-rate securities. The entire portfolio of the Sub-Fund may not have an average residual term of more than 12 months. Fixed rate instruments may have a maximum residual maturity of 397 days, while variable rate instruments may have a maximum residual maturity of 762 days, provided that the coupons are reset at least annually on the basis of market conditions. The Reference Currency is the GBP.

The Sub-Fund will not invest in units of UCIs. As mentioned in paragraph 3.1 of the Prospectus, the Sub-Fund may use financial derivative instruments, whose underlying will only be instruments compliant with the investment policy as described above, for hedging purposes or for efficient portfolio management. The use of SFIs is also described in paragraph 3.1 of the Prospectus.

The currency risk for all categories of Shares of this Sub-Fund issued in an Alternative Currency (see paragraphs 2.2 and 3.1 (vi) of the Prospectus), may be hedged at the discretion of the Investment Manager.

Risk Profile

In addition to the general risks described in paragraph 5.1 of the Prospectus, the Sub-Fund faces a number of specific risks outlined in paragraph 5.2 of the Prospectus. A summary of main risks relating to the core portfolio of the Sub-Fund is provided in Section 4 hereabove.

The value of investments may go down as well as up and investors may not get back the amount invested.

Profile of the Typical Investor

The Sub-Fund may be appropriate for investors, who:

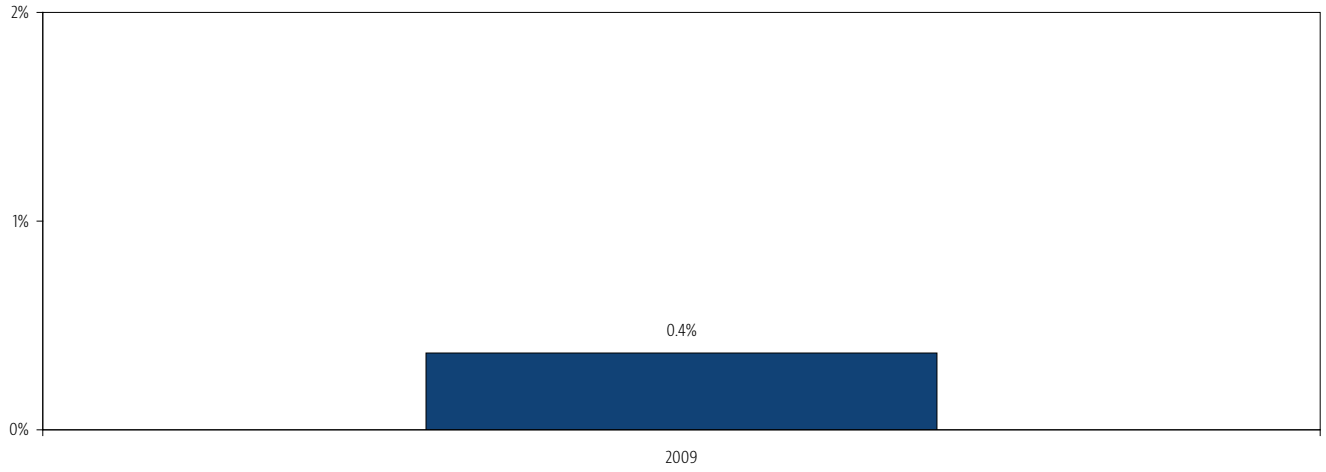
- seek regular income, where both capital security and liquidity are prime consideration;
- are willing to take on the increased risks associated with the categories of assets described in the investment objective and policy; and
- can withstand volatility in the value of their shares.

An investment in the Sub-Fund is not a deposit in a bank or other insured depository institution. Investment may not be appropriate for all investors. The Sub-Fund is not intended to be a complete investment program and investors should consider their long-term investment goals and financial needs when making an investment decision about the Sub-Fund. An investment in the Sub-Fund is intended to be a long-term investment. The Sub-Fund should not be used as a trading vehicle.

Whilst using their best endeavours to attain the Company's objectives, the Directors cannot guarantee the extent to which the investment objectives will be achieved.

Launch date: 20 October 2008

Performance (P Shares)



Past performance is not necessarily a guide to the current or future performance results of the Sub-Fund. Performance results do not take into account subscription, redemption, conversion or dealing charges.