

## KEY INVESTOR INFORMATION DOCUMENT

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.



**FCP Laffitte Risk Arbitrage Ucits**  
**Part "A": FR0010762187**

### OBJECTIVES AND INVESTMENT POLICY

Laffitte Risk Arbitrage Ucits is categorized as a « diversified » OPCVM. The FCP's objective is to achieve an absolute performance, uncorrelated to the equity market. The performance of the Fund can not be compared to any benchmark index. Nevertheless, the performance a posteriori can be compared to EONIA capitalized annualized. The EONIA (Euro Overnight Index Average) is the average of daily the risk free rate of the Eurozone. It is calculated by the European Central Bank. The Fund implements arbitrage strategies, mainly on the equity market, having an impact on the allotment or structure of the capital of a company in particular mergers and acquisitions. The recommended holding period is 36 months.

The investment strategy is based on a fundamental analysis reinforced by a quantitative analysis (proprietary tools) and on an optimization of the portfolio allocation. The Fund's positions are managed dynamically. Hedging strategies taking advantage of the decline of single stock or the equity markets can be put in place. The analysis of the risk / reward ratio for each arbitrage enables the Fund's managers to delineate the most appropriate instruments. In the majority of cases operations are initiated on companies listed in Europe and North America. Investments used may apply to all sectors, provided that the following specifications on financial instruments are observed :

- Stocks on all market capitalizations with a 10% limit on small capitalizations ;
- Derivatives listed on equity and indices markets in the U.S. and in Europe ;

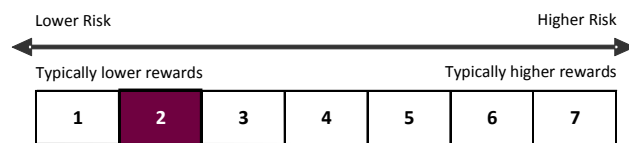
- CFD, Equity Swaps: derivatives that allow the take advantage of upward or downward movements of a security without holding it ;
- Positions on the interest rate market (interest rate swap, interest rate futures), forex market (currency, fx forward) ;
- ETF (Exchange Traded Fund), unit or shares of OPCVM with a 10% limit ;
- Short term notes, short term deposit and other money market instruments. All these money market instruments have maturities shorter than 12 months, their issuers are from the Eurozone or the U.S. and they have a Standard & Poor's « Investment Grade » rating.

To fulfil its objectives, the FCP Laffitte Risk Arbitrage Ucits may have a gross exposure greater than 200% as it is not monitored using a linear methodology but a probabilistic one with a Value at Risk (VaR) limit. The gross exposure is the sum of long and short positions.

**Allotment of revenues:** capitalization.

**Subscriptions and redemptions:** Daily liquidity, subscriptions and redemptions applications are centralized at the custodian at 11:00 am (Paris time) one business day preceding the valuation date D. The payment related to purchases occurs in D+3 on the basis of net asset value in D and in D+5 for redemptions.

### RISK-RETURN PROFILE



**Signification of the indicator:** This indicator measures the level of risk at which your investment may be exposed and the Fund's expected return. The calculation of this synthetic indicator is mainly based on the variations of the NAV/share value (historic volatility since inception) which depend on the arbitrage strategies put in place at the Fund level, and which are inherently less volatile than the equity markets.

Given its historical volatility and the risks linked to the Fund's strategy, the Fund's display a grade of 2 on a scale ranking from 1 to 7 (1 being the less risky category).

Specifically, the strategy may imply the use of derivatives and leverage which can lead to a significant drop of the OPCVM's NAV.

The risk category of the Fund is not guaranteed and may shift over time. The smallest category does not mean « risk-free ».

This product does not embed any capital guarantee. The investor may loose a part of its initial investment.

## FEES

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distribution. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	0%
Exit charge	0%

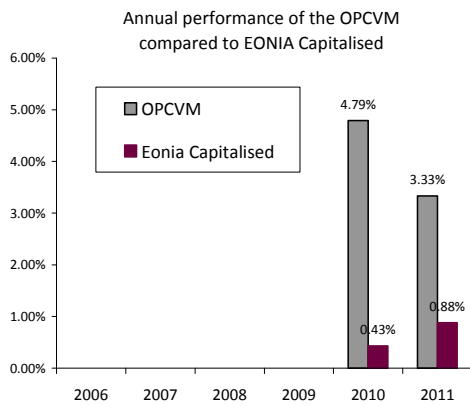
The indicated percentage is the maximum that might be taken out your money before it is invested and before the proceeds of your investment are paid out. This percentage may be lower than the indicated rate. The investor can consult his advisor or distributor to know what the charges will be for entry and exit.

Charges taken for the Fund over a year	
Ongoing charges*	2.02%
Charges taken from the fund under specific conditions	
Performance Fees (20% a year of any positive returns the fund achieves above the benchmark (Eonia capitalized))*	0.69%

\* Investors should be aware that the figures indicated for « Ongoing charges» and « Performance fees» are based on the fees of the previous accounting year up to June 28<sup>th</sup>, 2011 and this figure may change in the future. For further information regarding the charges, please refer to pages 19 and 20 of the Offering Memorandum for this OPCVM, available on the website [www.laffittecapital.com](http://www.laffittecapital.com).

Ongoing charges exclude performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the OPCVM when buying or selling units in another type of collective investment.

## PAST PERFORMANCES



### Notice

Past performances are not a reliable indicator for future performances.

The performance indicated is net of all costs.

The performance mentioned is also net of all fees with the exception of the entry or exit charges that may apply on « A » shares.

Date of creation of the OPCVM : 10/06/2009

Currency: Euro

Major changes within the period: none

## PRACTICAL INFORMATION

**Custodian:** RBC DEXIA INVESTOR SERVICES BANK France SA.

**Prospectus/annual report/semi-annual report:** these documents can be obtained free of charge and sent within a week, upon written request sent from the holder to the following address: LAFFITTE CAPITAL MANAGEMENT, 17 - rue du Quatre Septembre, 75002 PARIS. Tél.01 55 04 79 30

**Website:** these documents are available as well on [www.laffittecapital.com](http://www.laffittecapital.com).

**Other practical types of information, notably the Net Asset Value,** are available in the office of the Investment Company.

**Tax regime:** The Investor should note that depending on your tax legislation, capital gains and incomes linked to the holding of shares of the OPCVM may be subject to taxation. We advise you to contact the marketer of the OPCVM regarding that matter.

Laffitte Capital Management may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Fund's prospectus.

The Fund is accredited by France and regulated by the Autorité des Marchés Financiers.  
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The Key Investor Information Document has been updated and is accurate as of **April 10<sup>th</sup> 2012**.