

PARVEST EUROPEAN CONVERTIBLE BOND

31/05/2010

Classic Share

INVESTMENT OBJECTIVE

The sub-fund seeks to maximise returns over the medium term by investing principally in European convertible bonds. The fund manager draws on the expertise of equity analysts dedicated to the underlying European convertible bonds universe and on BNP Paribas Asset Management's investment strategy committee. The fund aims to provide investors with exposure to European equities without the corresponding volatility. Modified duration between 0 and 5.

MANAGEMENT COMMENT AS AT 31/05/2010

The convertible bond market lost ground in May. Negative factors, such as the decline in European equity markets, the widening of credit spreads and the decline in cyclical stocks, were offset by the rise in the US dollar and sterling against the euro, but to a lesser degree than last month. The portfolio underperformed its benchmark due to its cyclical exposure and the widening of Portuguese credit spreads.

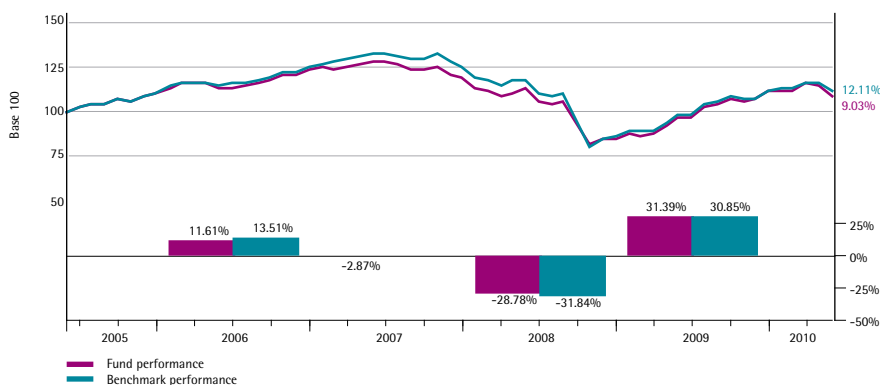
We reduced overall equity sensitivity by selling off convertible bonds, particularly cyclical convertible bonds, and DJ EURO STOXX 50 futures. We reduced our positions in Soitec 6.25% 14, TUI Travel 6% 14, Alcatel 5% 15, Xstrata 4% 17 and Maurel et Prom 7.125% 14, and we performed an arbitrage between Seadrill or Vedanta convertible bonds to favour the higher-convexity or lower-risk bond.

The portfolio offers a balanced profile in terms of equity and fixed-income sensitivity. Compared to our investment universe, we are maintaining overall underexposure in terms of equity sensitivity, but still favouring cyclical stocks over natural resources and financials.

PERFORMANCES AS AT 31/05/2010 (Net)

Cumulative (%)	EUR		SGD	
	Fund	Benchmark	Fund	Benchmark
1 month	-4.76	-3.58	-10.22	-9.11
3 months	-2.10	-0.32	-12.33	-10.75
Year to date	-2.72	-0.08	-17.04	-14.79
1 year	13.05	14.99	-5.05	-3.43
3 years	-15.36	-15.75	-29.36	-29.68
5 years	9.03	12.11	-8.76	-6.19
Since inception (29/05/1998)	15.82	50.86	7.26	39.70
Annualised (%)				
3 years	-5.40	-5.55	-10.93	-11.07
5 years	1.74	2.31	-1.82	-1.27
Since inception (29/05/1998)	1.23	3.48	0.58	2.82

CUMULATIVE AND ANNUAL PERFORMANCE (EUR) (Net)



Source of Performance Calculation : BNP Paribas Securities Services

 Convertible Bonds
 Europe

RISK SCALE (1=LOW ; 6=HIGH)


Recommended investment horizon : At least 3 years

FUND MANAGER

Eric BOUTHILLIER

BENCHMARK

UBS Convertible European Focus

KEY FIGURES - EUR

Net asset value	
NAV (Capitalisation)	116.74
max 2010	125.79
min 2010	113.45
NAV (Distribution)	85.31
Assets of the sub-fund (mln)	377.68
Last dividend (22/06/09)	6.40

C/D CODES

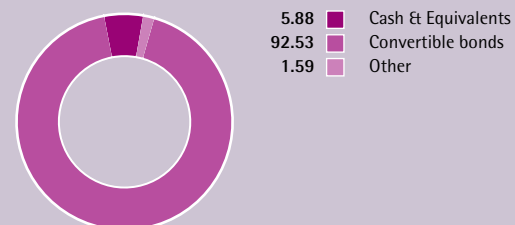
	C code	D code
ISIN	LU0086913042	LU0102023610
BLOOMBERG	PARACBC LX	PARECCD LX

MODIFIED DURATION (BONDS)

Fund	2.27
Benchmark	2.31

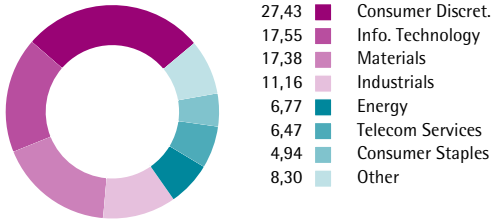
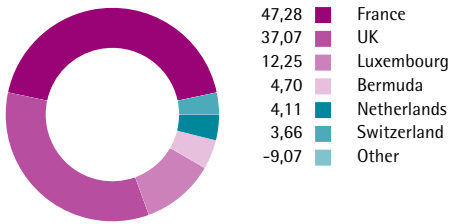
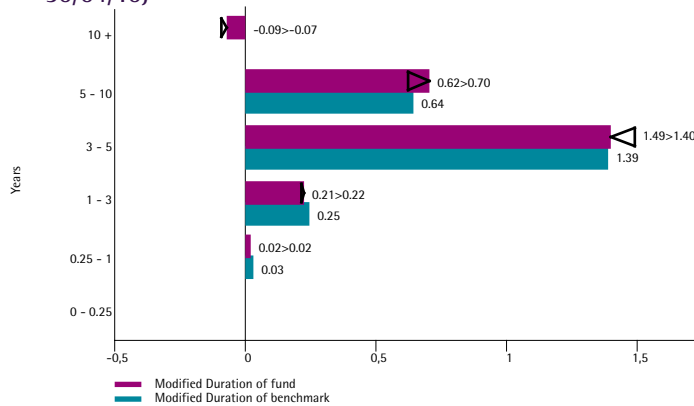
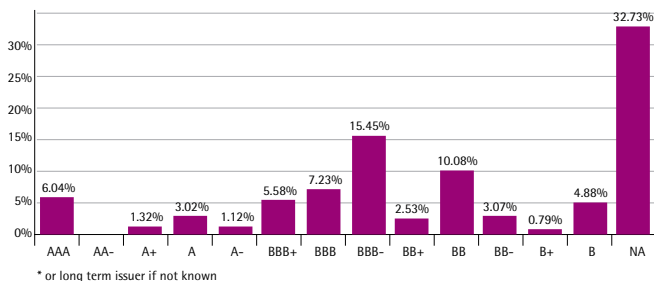
EXPOSURE TO EQUITY RISK

26.40

BREAKDOWN BY ASSET TYPE (%)

PORTFOLIO'S MAIN HOLDINGS

WPP 5.75%190514 CONV	4.68%	UK
SEADRILL 3.625%07-081112	4.65%	Bermuda
PUBLICIS GROUP	4.37%	France
CAP GEMINI 3.5%09-0114 OC...	4.35%	France
TUI TRAVEL CONV.	4.01%	UK
SAGEPAR CV	3.71%	Belgium
DANONE EURAZEO 6,25%	3.43%	France
CIE GEN DES ETABLIS MICHE...	3.36%	France
SHIRE CV	3.29%	UK
VEDANTA RESOURC.4%10-30...	3.08%	UK

Total number of positions : 48

BREAKDOWN BY ECONOMIC SECTOR - EQUITIES (%)

GEOGRAPHIC BREAKDOWN - EQUITIES (%)

CONTRIBUTION TO SENSITIVITY BY MATURITY (31/05/10 ; 30/04/10)

BREAKDOWN BY ISSUE RATING* (EXCLUDING FUNDS)

Risk analysis (over 3 years)

Volatility	14.10%
Tracking error	3.65%
Information Ratio	0.04
Sharpe ratio	-0.61
Alpha	-0.58%
Beta	0.89
R ²	0.95

CHARACTERISTICS

Legal opening date	06 may 1998
Base currency (of the share)	Euro
Legal form	UCITS

FUND PARTICULARS

Initial number minimum share	1
Ulterior number minimum share	1
Max. Entrance Fees	5%
Max. Switch Commission	2%
Exit fees	None unless in the case of a sizeable withdrawal, a max. of 1% (accruing to the fund)
Maximum Management fees (annual)	1.1%
Periodicity of NAV Calculation	Daily (D)
Dealing deadline	Day D before 3pm (Luxembourg time)
Execution/Type of course	Unknown NAV
Settlement and delivery	Account credited/debited D+4
Promoter	BNP PARIBAS SA
Management Company	BNP PARIBAS ASSET MANAGEMENT LUXEMBOURG
Delegated financial manager	BNP PARIBAS ASSET MANAGEMENT SAS
Custodian	BNP PARIBAS SECURITIES SERVICES (Luxembourg)

Important Information: Performance quoted above is historical and does not guarantee future results. The price of unit trusts may go up or down. Investment involves risk including a possible loss to the principal amount invested. Foreign exchange volatility constitutes an additional exchange rate risk. This factsheet is for informational purposes only and does not constitute an offer of investment products. Please refer to the Singapore prospectus for complete details of investment products before investing, available from our Singapore representative's office.

The fund is a sub-fund under Parvest, an investment company with variable capital incorporated in Luxembourg and governed by Luxembourg law, and are recognised for retail distribution in Singapore under the Securities and Futures Act, Chapter 289 of Singapore ("Act"). The Parvest is the responsible person as defined under the Act and has appointed BNP Paribas Asset Management Singapore Limited as its agent for services of process and as its Singapore representative.

BNP Paribas Asset Management Singapore Limited, Company Registration No: 199306471D, Registered Office: 20 Collyer Quay #01-01 Tung Centre Singapore 049319, Business Office: 20 Collyer Quay #21-02 Tung Centre Singapore 049319, Hotline No: 6210 3976, Fax No: 6210 3960, Email: sing_enquiries@asia.bnpparibas.com, Website: <http://bnpparibas.com.sg/>