



CCR VOLATILITE ARBITRAGE 150

Mutual Fund

SIMPLIFIED PROSPECTUS

UCITS in conformity with the investment and disclosure requirements set out by the directive 85/611/CE as modified



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SECTION A – STATUTORY

SUMMARY PRESENTATION

ISIN codes:

R shares: FR0007000427

I shares: FR0010525121

N shares: FR0010916403

Name CCR ARBITRAGE VOLATILITE 150

Legal form Mutual fund governed by French law

Management company CCR Asset Management

Accounting management (delegated): BNP Paribas Fund Services

Planned duration this fund was created for a duration of 99 years

Depository BNP Paribas Securities Services

Statutory auditor FIDUS

Distributor CCR Asset Management / UBS Group

INFORMATION CONCERNING FUND INVESTMENTS AND MANAGEMENT

Classification

Bonds and other debt securities denominated in euros

Management objective

The mutual fund is a dynamic money market-type fund whose objective is to outperform the EONIA index compounded daily by around 150 bp over the recommended investment period.

Benchmark index

The EONIA index is an average daily rate observed in day-to-day transactions between different banks in the Eurozone. This post-determined rate is calculated and published each day by the European Central Bank (ECB).

Investment strategy

The transactions initiated by the fund primarily involve investments in money market instruments and bonds issued by either public or private issuers whose ratings at the time of the purchase of the securities will principally be in the investment grade category but may also include unrated or below investment grade securities. The transactions aim to profit from volatility inefficiencies that could appear on the volatility market. Finally, transactions could be undertaken in order to marginally expose the portfolio to equity risk.

The sensitivity to interest rate risk will range between -1 and +1. The sensitivity to credit risk will range between -0.50 and +0.50.

The fund's maximum net exposure after hedging to equity risk will not exceed 10% of assets. The directional exchange rate risk will be limited to 5% of assets

The portfolio's performance will result from the portfolio's overall exposure to interest rate, credit and equity risk and volatility arbitrage.

The fund may invest in any type of authorised instrument (shares, money market instruments, bonds and other debt securities etc.).

In order to realise its management objective, the fund will be able to invest in derivative instruments and take positions for hedging, exposure or arbitrage purposes. Exposure to all the authorised portfolio risks (interest rates, credit, volatility, equity and exchange rate) can therefore be totally hedged or established in a fully discretionary manner based on the fund manager's expectations of future trends within the limit of 100% of assets for interest rate, credit and volatility risks and within the limit of 10% of assets for equity risk.

In connection with the management of its cash positions, the fund will be able to hold shares or units of other UCITS (in particular money market funds), make deposits, engage in temporary securities purchase and sale agreements and make cash borrowings.

Risk profile

Your money will be principally invested in financial instruments selected by the management company. These instruments will be exposed to market trends and uncertainties.

The principal risks are the following:

1/ Interest rate risk: Due to its composition, the fund is exposed to interest rate risk. The value of securities can fall as a result of an unfavourable variation in interest rates. In effect, the value of the portfolio securities will fall if interest rates rise, thereby leading to a fall in the fund's liquidation value.

The sensitivity to interest rates ranges between -1 and +1.

2/ Credit risk: The credit risk reflects the possibility of a default by an issuer or counterparty. In case of erosion in the credit quality of issuers (reflecting for example their ratings by the financial ratings agencies), the liquidation value of the fund could fall.

The fund manager can choose to hedge (or not) this risk through credit default swaps.

The sensitivity to credit risk ranges between -0.5 and +0.5.

3/ Arbitrage risks: The fund manager implements volatility arbitrage strategies that are based on the fund manager's expectations and fully expose the fund to volatility risk. Volatility risk measures the propensity of the price of an asset to vary significantly on the upside or the downside. The fund manager's expectations could prove to be inexact in light of the actual changes in the volatility of the underlying assets.

4/ Risk of capital loss: The fund does not benefit from any guarantee or protection. It is therefore possible that the initially invested capital will not be fully returned.

5/ Equity risk: If the equity markets fall, the value of the fund will fall as concerns the portion of the portfolio exposed to this risk.

The net exposure to this risk could reach 10% of assets.

Incidental risks:

6/ Exchange rate risk.

The above description of risks should not be taken as exhaustive. Potential investors should carefully read this prospectus in its entirety and consult with professional advisors if necessary.

Risk limits

The fund has established several limits on risk in addition to regulatory limits in order to limit the overall portfolio risk. The following table summarises all of these limits:

Nature of risk	Minimum exposure	Maximum exposure	Comments
Interest rate	-1	+1	This measures the portfolio's range of sensitivity to interest rates. These figures indicate that for a 100-bp variation in interest rates, the instantaneous impact on the fund will range between -1% and +1%.
Credit	-0.50	+0.50	This measures the portfolio's range of sensitivity to credit risk. These figures indicate that for a 100-bp variation in credit spreads, the instantaneous impact on the fund will range between -0.50% and +0.50%.
Equity	-10%	+10%	This measures the portfolio's exposure to equity risk. These percentages indicate that for a 1% variation on the equity markets, the instantaneous impact on the fund's liquidation value will range between -0.10% and 0.10%.
Volatility	-1	+1	This measures the portfolio's exposure to volatility risk. These figures indicate that for a 100-bp absolute variation in the volatility of instruments sensitive to the level of implied volatilities to which the portfolio is exposed, the instantaneous impact on the fund will range between -1% and +1%.
Exchange rate	0	5	The fund's exposure to exchange rate risk will range between 0 and a maximum of 5% of the fund's assets.

The details of this section are provided in the detailed prospectus note.

Targeted subscribers and typical investor profile

All subscribers.

This fund is destined for investors who wish to diversify their investments looking out a minimum of one year in the context of dynamic management of their stable cash surpluses.

R shares: all investors

I shares: reserved for legal persons and institutional investors

N shares: all investors, particularly retail investors residing in Italy

The amount that is reasonable to invest in this UCITS depends on your personal situation. In order to determine this amount, you should take into account your personal holdings and your financial needs at present and in one year. You should also take into account your willingness to take risks or instead your desire to favour a prudent investment. It is also highly recommended that you diversify your investments in order to avoid being exposed exclusively to the risks of this UCITS.

Recommended investment period one year

INFORMATION CONCERNING FEES, COMMISSIONS AND TAXES

Fees and commissions

Subscription and redemption commissions:

The subscription and redemption commissions increase the subscription price paid by the investor or reduce the redemption price. The commissions paid to the UCITS are used to offset the costs charged to the UCITS for the investment or liquidations of the sums confided to it. The commissions not paid to the UCITS are paid to the management company, the distributor, etc.

Fees charged to investors in connection with subscriptions and redemptions	Basis	Rate schedule		
		R shares	I shares	N shares
Subscription commissions not paid to the UCITS	liquidation value × number of shares	2% maximum	none	none
Subscription commissions paid to the UCITS	liquidation value × number of shares	none	none	none
Subscription commissions paid to the UCITS	liquidation value × number of shares	none	none	none
Redemption commissions not paid to the UCITS	liquidation value × number of shares	none	none	none

Operational and management charges:

These charges include all the charges billed directly to the UCITS, with the exception of transaction charges. Transaction charges include intermediation charges (brokerage fees, stock market taxes etc.).

Other charges in addition to operating and management charges may include:

- *variable performance fees. These fees are paid to the management company when the UCITS outperforms its objectives. These fees are therefore billed to the UCITS.*
- *fund trading fees billed to the UCITS.*
- *a portion of the income from temporary purchase and sale transactions.*

Further details concerning the fees effectively charges to the collective scheme can be found in section B of the simplified prospectus.

Fees billed to the UCITS	Basis	Rate schedule		
		R shares	I shares	N shares
Operating and management charges including taxes (including all charges excluding transaction fees, variable performance fees and charges linked to investments in UCITS or investment funds)	Average net assets	0.60% including taxes per year, maximum rate	0.40% including taxes per year, maximum rate	0.80% including taxes per year, maximum rate

Fees billed to the UCITS	Basis	Rate schedule		
		R shares	I shares	N shares
Variable performance fee	Net assets	<p>30% including taxes of the annual performance of each fund share exceeding the EONIA compounded daily + 150 bp.</p> <p>On each calculation of the liquidation value and based on the current level of assets, a provision is set aside for this variable performance fee in case of outperformance or a write-back is recorded (limited to the amount of provisions set aside) in case of underperformance.</p> <p>This variable performance fee remains due to the management company on a pro rata basis based on the number of shares redeemed in connection with each calculation of the liquidation value and at the end of the fiscal year for the remaining shares.</p> <p>The first variable performance fee relating to the N shares will cover the period running from 21 July 2010 to 31 December 2011.</p>		

Income generated by temporary security purchase and sale transactions is fully allocated to the fund, without any sharing.

Taxation

As mutual funds are not legal persons, they are not subject to corporate income tax. Each shareholder is taxed as if he or she was the direct owner of a portion of the assets based on his or her personal tax situation.

According to your tax situation, the potential capital gains and revenues linked to ownership of shares of the UCITS may be taxable. We recommend that you consult with the distributor of the UCITS or your tax advisor regarding this subject.

COMMERCIAL INFORMATION

Subscription and redemption procedures

Orders are centralised each valuation day until 10:30 am at the custodian, BNP Paribas Securities Services – Grands Moulins de Pantin 9, rue du débarcadère 93500 Pantin and are met on the basis of the next liquidation value calculated based on the same day's market prices. Settlement takes place on working day following the date of the liquidation value used.

Fiscal year end

Last trading day in Paris in December

The date of the fiscal year end was modified in December 2006 (previously the last working day in August).
(1st closing date: 30 August 1997)

Distribution policy

I, R and N shares: Capitalisation

Date and periodicity of the calculation of the liquidation value

Daily, on the basis of the closing price.

Note that the liquidation value preceding a period when the markets are closed (weekends and certain legal holidays) takes into account accrued interest over this period for the portion of the portfolio invested in interest-bearing instruments and is dated the last day of this period.

The liquidation value of the UCITS is not calculated on legal holidays in France and/or if the Paris Euronext markets are closed.

	I shares	R shares	N shares
Initial liquidation value	10,000 euros I shares created on 30 September 2007	762.25 euros	1,000 euros N shares created on 21 July 2010
Minimum initial subscription amount	100 shares	1 share	1 share
Minimum amount of subsequent subscriptions	Ten thousandths of shares	Thousandths of shares	Thousandths of shares

Place and conditions of publication or communication of the liquidation value publication

Available at the office of the management company: CCR Asset Management

Currency in which units or shares are denominated Euro

Date of inception

This UCITS was registered by the Commission des Opérations de Bourse on 2 April 1996. Its inception date was 29 April 1996.

SUPPLEMENTAL INFORMATION

The complete prospectus for this UCITS and the most recent annual and periodical reports will be sent within one week on simple written request of holders addressed to:

CCR Asset Management

44 rue Washington, 75008 Paris

Tel: 01 49 53 20 00

e-mail: CCRAM-contact@ubs.com

Additional information can also be obtained if necessary from CCR Asset Management or on its internet site: www.ccr-am.com.

The “voting policy” document and the report detailing the conditions under which the management company exercised voting rights over the fiscal year are held at the disposition of the shareholders on simple request at the headquarters of the management company.

Prospectus publication date: 21 July 2010

The site of the Autorité des marchés financiers (www.amf-france.org) contains additional information concerning the list of regulatory documents and the entire range of measures relating to the protection of investors.

The present simplified prospectus must be provided to subscribers prior to any subscription.