

BNP Paribas L1 Bond Currencies World

abbreviated as **BNPP L1 Bond Currencies World**

About the Company

BNP Paribas L1 established in Luxembourg on 29 November 1989 for an indefinite period as an open-ended investment company (société d'investissement à capital variable - abbreviated to SICAV) with multiple subfunds in accordance with the provisions of Part I of the Law of 30 March 1988 governing collective investment undertakings.

It is currently subject to the provisions of Part I of the Law of 20 December 2002 governing collective investment undertakings and to European Directive 85/611/EEC as amended by Directives 2001/107/EC and 2001/108/EC.

The full name (BNP Paribas L1) and the abbreviated name (BNPP L1) may be used interchangeably in the company's official and commercial documents.

Investment objective

To increase asset value in the medium term

Investment policy

This subfund invests at least 2/3 of its assets in investment grade bonds or other similar securities that offer a gross yield superior to that of Belgian government bonds and are denominated in various currencies, as well as in derivative financial instruments on this type of asset.

The remaining portion, namely a maximum of 1/3 of its assets, may be invested in any other transferable securities, money market instruments, derivative financial instruments or cash, and up to 10% of its assets may be invested in other UCITS or UCI.

Emphasis will be placed on investments in debt securities denominated in currencies whose interest rates are higher than those of the euro.

If these ratings criteria are not met, the manager shall adjust the portfolio's composition in the best interests of investors and in the timeliest manner.

Risks

Risks linked to emerging markets:

The subfund invests in emerging markets. It may therefore show greater than average volatility due to a high degree of concentration, greater uncertainty because less information is available, less liquidity, or greater sensitivity to changes in market conditions (social, political and economic conditions). In addition, some emerging markets offer less security than the majority of international developed markets. For this reason, services for portfolio transactions, liquidation and custody on behalf of funds invested in emerging markets may carry greater risk. The Company and investors agree to bear these risks.

Risks linked to the quality of issuers:

By investing a significant portion of its assets in high-yield bonds that are rated below Baa3 by Moody's or BBB- by S&P, this subfund presents a greater than average risk due to the weakness of the issuers of such bonds.

Risk profile

Potential investors are requested to read the full prospectus carefully before making any investment. No guarantee can be given that the investment objectives of subfunds will be achieved, and past performance is no guarantee of future performance. Any investment may also be affected by any changes to rules relating to currency exchange controls, taxation or withholding at source, or in terms of economic and monetary policies.

Investors are also warned that the performance of subfunds may not meet their objectives and that their invested capital (after deduction of subscription fees) may not be repaid in full.

This subfund is subject to low levels of market risk and performance risk.

Annual performance

	2009	2008	2007
Classic	11,75%	-1,11%	1,34%
I	12,41%	-0,41%	1,93%
N	NA	NA	NA
X	NA	NA	NA
Classic USD	NA	NA	NA
Privilege	NA	NA	NA

Past performance is not an indicator of future performance.

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Typical investor profile

Five investor profiles have been defined: conservative, defensive, moderate, dynamic and aggressive.

This subfund matches the moderate.

Recommended investment horizon: 6 years

This information is provided for illustrative purposes only and does not constitute a commitment by the Company.

Shares – “Classic” Class

"Classic-Capitalisation" and "Classic-New Distri", in registered form or as uncertificated bearer shares.

"Classic-Distribution" shares are not available for subscription.

ISIN Code

LU0011928255 "Classic-Capitalisation"

LU0030437460 "Classic-Distribution"

LU0270761579 "Classic-New Distri"

Shares – “I” Class

Exclusively capitalisation shares, issued in registered form. At an investor's request, the Board may decide to issue uncertificated bearer shares.

Minimum holding:

- For institutional investors : EUR 3 million per subfund or EUR 10 million for the whole Company.

- For UCI: none

ISIN Code

LU0159059566

Shares – “N” Class

Exclusively capitalisation shares, issued in registered form or as uncertificated bearer shares.

ISIN Code

LU0159059996

Shares – “X” Class

Exclusively capitalisation shares, issued in registered form.

Reserved for all Managers, institutional clients or UCIs pre-approved by the Board of Directors

ISIN Code

LU0531557238 "X-Capitalisation"

Shares – “Classic USD” Class

"Classic USD-Capitalisation" and "Classic USD-Distribution", in registered form or as uncertificated bearer shares.

ISIN Code

LU0531556933 "Classic USD-Capitalisation"

LU0531557071 "Classic USD-Distribution"

Shares – “Privilege”

Exclusively capitalisation shares, issued in registered form or as uncertificated bearer shares.

Minimum holding: EUR 1 million per subfund

ISIN Code

LU0531557154 "Privilege-Capitalisation"

Commissions and fees

Maximum recurring commissions and fees borne by the subfund

	Management fee	Performance fee	Distribution fee	Other charges	Taxe d'abonnement	TER at 31/12/09
Classic	0,75%	none	none	0,25%	0,05%	1,02%

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	Management fee	Performance fee	Distribution fee	Other charges	Taxe d'abonnement	TER at 31/12/09
I	0,30%	none	none	0,12%	0,01%	0,50%
N	0,75%	none	0,50%	0,25%	0,05%	NA
X	none	none	none	0,12%	0,01%	NA
Classic USD	0,75%	none	none	0,25%	0,05%	NA
Privilege	0,40%	none	none	0,25%	0,05%	NA

In Belgium, the Company is also subject to an annual tax on UCI representing 0.08% of the net amounts publicly sold in Belgium by the Company, once it is registered with the CBFA.

Maximum non-recurring commissions and fees borne by the investor and payable to the placing agent

	Entry	Conversion	Exit
Classic	5%	2% ⁽¹⁾	none
I	5%	2% ⁽¹⁾	none
N	none	2% ⁽¹⁾	5%
X	5%	2% ⁽¹⁾	none
Classic USD	5%	2% ⁽¹⁾	none
Privilege	5%	2% ⁽¹⁾	none

(1) and in the event of conversion to a subfund subject to a higher entry fee, the difference may be charged

Additional information

Currency of expression:

EUR, currency of expression of the subfund

USD, reference currency of the "Classic USD" class

Net Asset Value (NAV):

It is calculated in EUR and in USD every full banking day in Luxembourg, provided a significant proportion (approximately 50%) of the subfund's assets are available for trading the day after the day used as the basis for calculating the preceding NAV. It is available at the Company's registered office, from local agents, and in any newspapers designated by the Board of Directors.

In the "Classic USD" class, it is calculated in USD only.

Subscription / conversion / redemption procedures:

In order to be processed at a specific net asset value, requests for subscriptions, conversions and redemptions must be received by local agents or distributors or directly by the transfer agent before 4.00 p.m. in Luxembourg on the day preceding the valuation day.

Requests for subscriptions, conversions and redemptions sent by fax, email or any other method of communication requiring manual processing must reach the transfer agent before noon in Luxembourg on the day preceding the valuation day.

Payment will be in one of the calculation currencies for the shares concerned. Payment will take place within two trading days of the valuation day for the currency of expression in the foreign exchange market.

Promoter:

BNP Paribas S.A., Paris, France

Central administration and management company:

BNP Paribas Investment Partners Luxembourg, Howald-Hesperange, Grand Duchy of Luxembourg

Financial manager:

BNP Paribas Investment Partners

NAV calculation, transfer agent and registrar:

Fastnet Luxembourg S.A., Luxembourg

Custodian bank:

BNP Paribas Securities Services, Luxembourg branch

Statutory auditor:

PricewaterhouseCoopers S.à r.l., Luxembourg

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Regulatory authority:

Commission de Surveillance du Secteur Financier, Luxembourg

Stock market quotation:

none

Launch date:

The subfund was launched in the "Classic" class on 30 August 1985 under the name "G-Rentinplus".

The "I" class was launched on 16 August 2002 under the name "Fortis L Fund Bond High Yield".

The "Classic-New Distri" class was launched on 1 October 2006.

The "Classic USD" class was launched on 1 September 2010. The first NAV will be set at USD 100.00 per share.

The "Privilege" and "X" classes were launched on 1 September 2010. The first NAVs will be set at EUR 100.00 per share.

The "N" class will be launched at a date yet to be defined by the Board of Directors. Investors should check the launch date of this class before subscribing.

History:

renamed "G-Bond Fund-G-Rentinplus" on 30 October 1992

contribution on 4 May 1998 to Interselex SICAV by creation of the "Bond Rentinplus"

renamed "Bond High Yield" on 30 September 1999

absorption on 4 November 2002 of the "High Yield Bond" subfund of the Panelfund SICAV

renamed "Bond Currencies High Yield" on 1 February 2004

current name first applied on 1 September 2010

Tax regime:

Shareholders are recommended to inform themselves about any tax implications associated with their investment in their place of origin, residence or domicile.

Specific information:

The documentation of the local offer of the sicav may offer:

- (i) the possibility of subscribing to regular savings schemes; and
- (ii) the possibility for investors to appoint a local distributor or paying agent responsible for issuing instructions in his/her name, on behalf of the investors, and for registering as the holder of the shares on behalf of the underlying shareholder (the "apparent owner"), and
- (iii) the possibility for local paying agents to charge fees to the investors for their services.

On request, the full prospectus, the annual and semi-annual reports and any other information may be obtained free of charge from:

- the registered office;
- the agents responsible for the financial service;
- the website <http://www.bnpparibas-ip.com>.