



Lombard Odier Darier Hentsch

Mutual Funds

Lombard Odier Darier Hentsch Invest - The European Bond Fund

Simplified prospectus

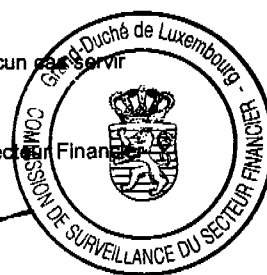
September 2007

VISA 2007/30771-275-7-PS

L'apposition du visa ne peut en aucun cas servir
d'argument de publicité

Luxembourg, le 31/10/2007

Commission de Surveillance du Secteur Financier



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

Lombard Odier Darier Hentsch Invest - The European Bond Fund

Lombard Odier Darier Hentsch Invest - The European Bond Fund ("LODHI - European Bond" or the "Sub-Fund") is a sub-fund of LODH Invest (the "Company"), an umbrella SICAV with several sub-funds, authorized under Part I of the Luxembourg Law of 20 December 2002. A separate simplified prospectus is available for each sub-fund of the Company.

Please refer to the current full prospectus of the Company (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.

Investment Objective and Policy

A Sub-Fund invested, at least 85% of its portfolio, in bonds and other fixed or floating-rate debt securities issued or guaranteed by issuers incorporated or exercising a prominent part of their business activities in the EEA countries and Switzerland. The Directors have authorized the Investment Manager to invest up to 15% of the Sub-Fund's portfolio in bonds and other fixed or floating rate debt securities of sovereign issuers which are countries which have applied for membership of the European Union and are awaiting a decision ("EU Applicant(s)"). 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 will use its discretion with regard to the selection of markets and currencies. 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.

The holding of liquidities, the use of units of UCIs and SFIs are described in paragraph 3.1 of the Prospectus.

Investment Restrictions

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

Risk Profile

Risks associated with investments in international securities are those linked to credit, market, currency and interest rates risks. The Sub-Fund faces investment risks greater than those described in paragraph 3.1 of the prospectus and normally associated with the mature fixed income markets of the EU. These are outlined in Section 5 of the Prospectus. Moreover, the use of financial derivative instruments as part of the investment strategy and in particular of credit derivatives or interest rate derivatives described in sub-paragraph 4.1 (vii) of the Prospectus, 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 5.9 of the Prospectus). Due to the use of credit derivatives, the Sub-Fund may, in the case of a credit event, have to accept delivery of non-investment-grade bonds issued in a currency other than the Reference Currency.

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

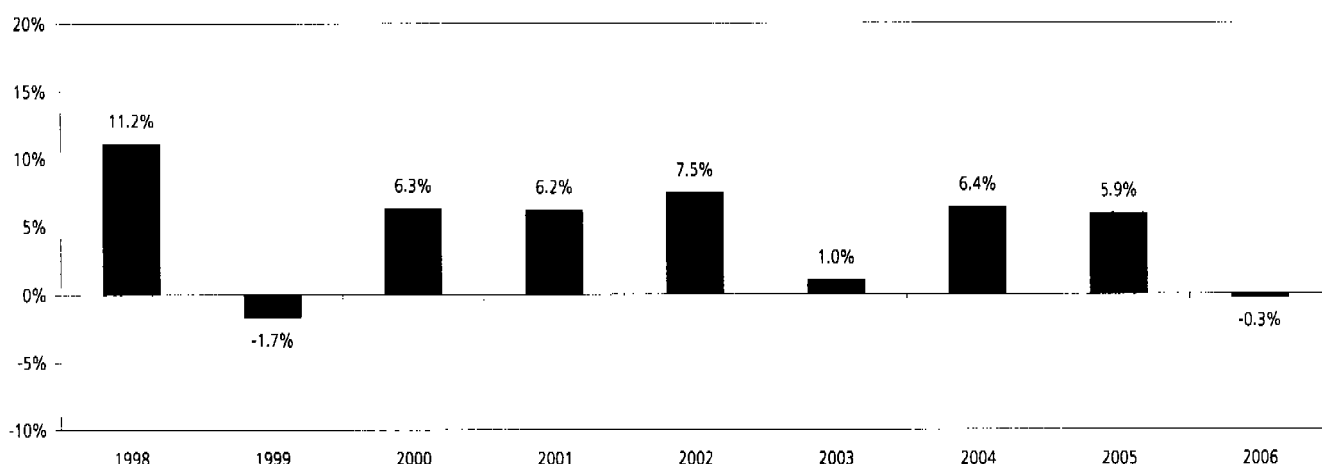
Profile of the Typical Investor

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.

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.

Valuation Day and Price Publication

The Sub-Fund is priced and Shares are issued and/or may be redeemed and converted on every day which is a bank business day in Luxembourg (a "Valuation Day").

The Net Asset Value per Share will be calculated on each Valuation Day.

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

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 and redemption requests may be addressed directly to:

LODH Invest
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 EUR by a telegraphic transfer in favor of CACEIS Bank Luxembourg on the following account:

Crédit Agricole S.A., Paris
Swift Code AGRIFRPP
Account Name: CACEIS Bank Luxembourg
Account Number: FR763000600001200-92806-00085

With the following reference: "LODHI - European Bond"

The application for shares, redemption and conversion requests made to the Company before 5.00 p.m. (Luxembourg time) on a Business Day will be processed on the following Valuation Day based on the Net Asset Value per Share calculated on that Valuation Day. Applications received after this deadline are deferred to the next Valuation Day unless otherwise mentioned in the Prospectus.

Conversion of Shares of this 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 (see paragraph 2.2.2 of the Prospectus).

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 P Shares of the Sub-Fund and such conversion would if carried out leave the shareholder with less than the minimum holding in respect of P Shares of the Sub-Fund or the new sub-fund the Directors may, if they think fit, refuse the request for conversion or convert the whole of that shareholder's holding of P Shares of the Sub-Fund.

For the P Shares category, 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 and S Shares categories, if available and issued, the minimum investment and holding is described in paragraph 2.2.2 of the Prospectus.

Investors will be required to provide identity evidence required by any applicable laws and regulations relating to anti-money laundering checks. Subscriptions shall not be processed until such information is received.

Applications for redemption of all or some Shares must include the monetary amount or the number of Shares that the shareholder wishes to redeem. Payments will ordinarily be made in the Reference Currency within 3 Business Days after the relevant Valuation Day, or on the date the Share Certificate(s) (if issued) have been returned to the Company, if later.

Additional Important Information

- **Legal structure**

Sub-Fund of LODH Invest, a company incorporated as a SICAV on 5 January 1987 and registered under number B-25.301 in the Luxembourg Trade and Companies Register.

- **Registered office**

5, Allée Scheffer
2520 Luxembourg
Grand Duchy of Luxembourg

- **Launch date**

15 January 1997

- **Supervisory Authority**

Commission de Surveillance du Secteur Financier, Luxembourg, Grand Duchy of Luxembourg

- **Promotor of the Company**

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

- **Custodian Bank, Central Administration, Registrar and Transfer Agent**

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

- **Investment Manager**

Lombard Odier Darier Hentsch (Jersey) Limited
P.O. Box 641
No. 1 Seaton Place
St Helier
Jersey JE4 8YJ
Channel Islands

- **Investment Adviser(s)**

The name of the Investment Adviser is published in the annual and semi-annual reports or may be received from the Company upon written request.

- **Co-management**

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

- **Auditor**

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

- **Distributor**

Lombard Odier Darier Hentsch Mutual Fund Services Limited
P.O. Box 641
No. 1 Seaton Place
St Helier
Jersey JE4 8YJ
Channel Islands

- **Categories of Shares**

P Shares (available to all investors) and I or S Shares (if available, issued only for institutional investors - see paragraph 2.2.2 of the Prospectus).

P 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 if issued are only available in Registered Accumulating form.

- **Financial Year**

1 October to 30 September

- **Commissions and expenses**

Charged to the investor

Initial charge upon subscription: up to 5%

Redemption charge: none

Conversion charge: up to 0.50%

Dealing charge (only for I and S Shares): 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-Fund and reflected in the Net Asset Value

Maximum annual investment management fee (as a percentage of the Net Asset Value) for P Shares 0.75% (up to 3.50% if invested in another fund, notwithstanding any additional performance fee levied in such fund). For I and S Shares the annual investment management fee is described in the Prospectus.

Custodian fee (as a percentage of the Net Asset Value): between 0.035% and 0.025% per annum (Luxembourg VAT not included), varying in function of the instruments (class of assets), zone of investments or size of the Sub-Fund.

Administration fee: a variable fee (as a percentage of the Net Asset Value) of up to 0.05% per annum with a minimum annual fee of USD 20,000.

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 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, 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), 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 Shares (as a percentage of the Net Asset Value): up to 0.05% per annum (Luxembourg VAT not included).

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.

Total Expense Ratio: 1.00%¹ Class P (30.06.2007)
0.56%¹ Class I (30.06.2007)

- **Portfolio Turnover Ratio ("PTR")**

Portfolio Turnover Ratio: 67.46%² (30.06.2007)

¹ Annualised from date of first subscription.

² Calculated over twelve months, from 01.07.2006 to 30.06.2007.

Security numbers are available on the Lombard Odier Darier Hentsch & Cie web site (www.lodh.com) or at the Registered Office of the Company.

Treatment of Income

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

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

Taxation

Luxembourg

The Sub-Fund is liable in Luxembourg to a taxe d'abonnement as follows: the P category of Shares, available to all shareholders, is subject to a taxe d'abonnement of 0.05% per annum and the I and S categories of Shares, which are restricted to institutional investors, are 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.

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.

Specific Information for Subscribers in Switzerland

• Swiss Representative

Lombard Odier Darier Hentsch Fund Managers S.A.
22, rue de l'Arquebuse
1204 Geneva
Switzerland

• Swiss Paying Agent

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

The current Prospectus, simplified prospectuses, as well as the articles of incorporation, the annual report and, if applicable the semi-annual report as well as notices to shareholders may be obtained from the Swiss Representative free of charge. The Issue and Redemption Prices of Shares may also be obtained from the Representative upon request.

The registered office of Lombard Odier Darier Hentsch Fund Managers S.A. shall constitute the place of performance and jurisdiction for Switzerland.

Shares may be subscribed, converted and redeemed at the Swiss Paying Agent.

The Net Asset Value ("exclusive of commission") of the P category of Shares shall be published daily in Le Temps and the Neue Zürcher Zeitung. The Net Asset Value ("exclusive of commission") of the I and S categories of Shares (after they are first issued) shall be published daily in L'Agefi.

Notices to shareholders will be published, when required, in the Feuille Officielle Suisse du Commerce and in the Neue Zürcher Zeitung.

For the distribution of the Company's shares in or from Switzerland, the French version of the Prospectus is binding.

Within the context of the Company's marketing in Switzerland, the Investment Manager is authorized to pay rebates out of the management fees to the institutional investors indicated below, who from a commercial perspective are holding the Company's shares for third parties:

- Life insurance companies,
- pension funds and other similar institutions,
- investment foundations,
- Swiss fund management companies,
- foreign fund management companies and providers,
- investment companies.

Within the context of the Company's marketing in Switzerland, the Investment Manager is also authorized to pay trailer fees out of the management fee to sales agents (distributors) and partners (independent asset managers) indicated below:

- authorized distributors and distributors exempted from the authorization requirement,
- sales partners placing the Company's shares exclusively with institutional investors with professional treasury facilities,
- sales partners placing the Company's shares exclusively with their clients on the basis of a written and remunerated discretionary asset management mandate.

The attention of the Shareholders is drawn to the fact that the Company has several categories of Shares which may distinguish themselves by, inter alia, their reference currency and that they are exposed to the risk that the Net Asset Value of one category may evolve unfavourably in relation to another category, due to hedging operations. In addition, each class may be required to meet the hedging transaction commitments of other unit classes in the same sub-fund.

