

**AIG EMERGING EUROPE EQUITY FUND (the "Sub-Fund")
a sub-fund of AIG GLOBAL FUNDS (the "Fund")**

SIMPLIFIED PROSPECTUS

Dated 7 February, 2006

This Simplified Prospectus contains key information relating to the Sub-Fund, which is a sub-fund of the Fund. The Fund is an open-ended umbrella unit trust established and authorised in Ireland as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 (S.I. No. 211 of 2003), as amended, authorised on 4 March, 2005 by the Financial Regulator. As at the date of this Simplified Prospectus, the Fund is comprised of the following sub-funds:

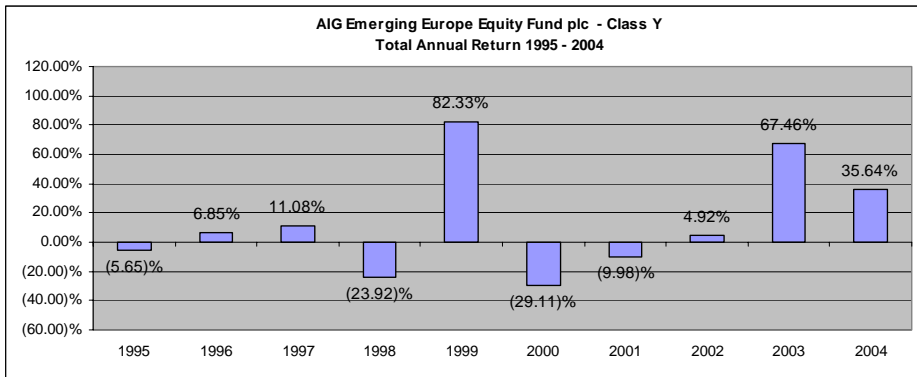
AIG American Equity Fund	AIG Greater China Equity Fund
AIG Asia Balanced Fund	AIG India Equity Fund
AIG Balanced World Fund	AIG Japan New Horizon Fund
AIG Dynamic Emerging World Fund	AIG Japan Small Companies Fund
AIG Emerging Europe Equity Fund	AIG Japan Smaller Companies Plus Fund
AIG Emerging Markets Bond Fund	AIG Latin America Fund
AIG Europe Fund	AIG New Asia Capital Opportunities Fund
AIG Europe Small Companies Fund	AIG Peak Performance Fund
AIG Global Bond Fund	AIG South East Asia Fund
AIG Global Emerging Markets Fund	AIG Southeast Asia Small Companies Fund
AIG Global Equities Value Fund	AIG US Dollar Managed Cash Fund
AIG Global Equity Fund	AIG US Large Cap Research Enhanced Fund
	AIG US High Yield Bond Fund

Potential investors are advised to read the Prospectus for the Fund, dated 7 February, 2006 and the relevant Supplement for the Sub-Fund, dated 7 February, 2006 (the "Prospectus") before making an investment decision. The rights and duties of the investor as well as their legal relationship with the Fund and the Sub-Fund are outlined in the Prospectus. Defined terms used herein will have the same meaning as set out in the Prospectus.

The Base Currency of the Sub-Fund is US Dollars.

Investment Objective:	<p>The Sub-Fund seeks to achieve a superior rate of return by making equity and equity-related investments with superior growth potential primarily in the emerging European markets. Details of these markets are set out below under "Investment Policy".</p> <p>The Investment Managers believe that emerging European countries will be particularly attractive for investment as significant restructuring has taken place in many of the emerging European economies and this process is expected to continue and broaden across these markets.</p> <p>The Sub-Fund is designed to enable investors to participate in the high rates of growth generated by these events.</p>
Investment Policy:	<p>The Sub-Fund's investments will be allocated across emerging markets including the Czech Republic, Hungary, Poland, Russia and Turkey although there may also be investments in other Emerging European countries such as, but not limited to, the member countries of the European Bank for Reconstruction and Development (EBRD).</p> <p>The Sub-Fund may invest in locally listed Russian shares, although no more than 20% of the Net Asset Value will be invested in locally listed Russian shares at any one time and investment will only be made in equity securities that are listed/traded on level 1 or level 2 of the RTS stock exchange and MICEX. Such an investment will not form the principal focus of the Sub-Fund.</p> <p>The Investment Managers believe that performance of equities over longer periods of time is driven by the progression of earnings. The Sub-Fund will strive to add value by identifying stocks with superior sustainable earnings performance. The stock selection will also be influenced by valuation levels, but only to the extent that factors have been identified which are expected to drive valuation potential to be realised in terms of earnings progression.</p>

	<p>On a regional basis, the investment universe is categorised according to growth potential. This classification process incorporates the background of each company's historical growth patterns, resulting in an informed assessment of future prospects.</p> <p>Companies in the investment universe will be classified as follows:-</p> <ol style="list-style-type: none"> 1. Exceptional growth prospects (normally, relatively new companies or companies going through radical transformation). 2. High and stable growth. 3. High but cyclical growth. 4. Low or no growth, which are sub-divided into (a) stable, (b) cyclical and (c) turn-around situation. <p>Distinct quantitative and qualitative criteria are set forth for buy and sell decisions.</p> <p>The Sub-Fund may, within the limits laid down by the Financial Regulator, invest in equity and equity-related securities including but not limited to common stock, preferred stock and securities which are convertible into or exchangeable for such equity securities, or which carry warrants to purchase such equity securities.</p> <p>The Sub-Fund may, within the limits laid down by the Financial Regulator, purchase and sell equity index and equity related instruments including but not limited to Low Exercise Price Options (LEPO's), Optimized Portfolios as Listed Securities (OPALS), Performance Linked to Equity Securities (PERLES), participatory receipts / participatory certificates, share index notes and share index futures notes, each of which may assist in achieving the investment objective of the Sub-Fund. Where utilised, LEPO's, OPALS and PERLES will be listed or traded on one or more of the stock exchanges or recognised markets on which the Sub-Fund is permitted to invest, as set out in Appendix II to the Prospectus. These instruments shall in each case comprise transferable securities of the issuer, notwithstanding that their value is linked to an underlying equity or equity index. In practice, the Sub-Fund will purchase such instruments from an issuer and the instrument will track the underlying equity or equity index. It should be noted that the Sub-Fund's exposure in relation to these instruments will be to the issuer of the instruments. However, the Sub-Fund will also have an economic exposure to the underlying securities themselves. Any LEPO's purchased or sold by the Sub-Fund will be exercisable at any time over the duration of its life and may be settled on a cash basis.</p> <p>The Sub-Fund may invest in American, International, and Global Depository Receipts (ADR's / IDR's / GDR's) which are listed on a Recognised Exchange as set out in Appendix II to the Prospectus. Such investments must be in accordance with the investment objective, investment policy and investment restrictions of the Sub-Fund.</p> <p>The Sub-Fund may invest up to 10% of its Net Asset Value in exchange traded funds and in regulated collective investment schemes, including real estate investment trusts (REITS), where the investment policies and liquidity provisions of these funds or schemes are consistent with that of the Sub-Fund and such funds or schemes are subject to a similar regulatory regime to that imposed by the Financial Regulator on collective investment schemes domiciled in Ireland. The ability to trade in REITS in the secondary market can be more limited than other stocks. The liquidity of REITS on the major US stock exchanges is on average less than the typical stock quoted on the S&P 500 Index.</p> <p>The Sub-Fund may, within the limits laid down by the Financial Regulator, hold cash and/or ancillary liquid assets and may invest in money market instruments (as defined in the Financial Regulator's Notices and which may or may not be dealt on a regulated market), which are rated investment grade by an international rating agency. Such money market instruments may include but are not limited to non-government short term obligations (such as fixed or floating rate commercial paper), obligations of banks or other depository institutions (such as certificates of deposit and bankers acceptances), securities issued or otherwise backed by supranational organisations or by sovereign governments, their agencies, their instrumentalities and political sub divisions.</p> <p>The Sub-Fund may, within the limits laid down by the Financial Regulator, hold deposits with credit institutions as prescribed in the Financial Regulator's Notices.</p>
<p>Risk Profile:</p>	<p>Potential investors should be aware that the value of Units in the Sub-Fund can fall as well as rise. An investor may receive back less than his/her investment.</p> <p>Please consult the Prospectus under the heading "Risk Factors" together with the relevant supplement for the Sub-Fund for a more detailed analysis of the risk profile of the Sub-Fund. Principal risk factors outlined in the Prospectus include; political and/or regulatory risk, currency risk, unit currency designation risk, stocklending risk, liquidity risk, sub-custody risk, accounting standards risk, settlement risk and market risk. Additional Risk Factors include: Political and Economic Risk: Russia and Emerging Markets Risk.</p>

Performance Data:	<p>The Sub-Fund was formed as a successor fund to AIG Emerging Europe Equity Fund Plc (the "Company") following a scheme of amalgamation with the Company. The Sub-Fund replicates the investment objective, investment policies and risk factors of the Company. As is the case with the Sub-Fund, AIG Global Investment Corp. and AIG Global Investment Corp. (Europe) Limited acted as investment manager to the Company. Details of the past performance of the Company are set out below.</p> <p>Subscription and redemption charges, where applicable, are not included in this data.</p> <div><p>AIG Emerging Europe Equity Fund plc - Class Y Total Annual Return 1995 - 2004</p><table><thead><tr><th>Year</th><th>Annual Return (%)</th></tr></thead><tbody><tr><td>1995</td><td>(5.65)%</td></tr><tr><td>1996</td><td>6.85%</td></tr><tr><td>1997</td><td>11.08%</td></tr><tr><td>1998</td><td>(23.92)%</td></tr><tr><td>1999</td><td>82.33%</td></tr><tr><td>2000</td><td>(29.11)%</td></tr><tr><td>2001</td><td>(9.98)%</td></tr><tr><td>2002</td><td>4.92%</td></tr><tr><td>2003</td><td>67.46%</td></tr><tr><td>2004</td><td>35.64%</td></tr></tbody></table></div> <p>Annualised Performance as at 31 December 2004:</p> <p>Past 3 Years: 33.58% Past 5 Years: 8.75% Past 10 Years: 8.98%</p> <p>2004 Total Expense Ratio for year ended 31 December 2004 1.27% 2004 Portfolio Turnover Rate 107%</p> <p>The Total Expense Ratio (TER) and the portfolio turnover rates for previous years can be obtained from the Manager.</p> <p>Please note that past performance is not necessarily an indicator of future performance of the Sub-Fund.</p>	Year	Annual Return (%)	1995	(5.65)%	1996	6.85%	1997	11.08%	1998	(23.92)%	1999	82.33%	2000	(29.11)%	2001	(9.98)%	2002	4.92%	2003	67.46%	2004	35.64%																																														
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Profile of a Typical Investor:	Investment in the Sub-Fund is suitable only for those persons and institutions for whom such investment does not represent a complete investment program, who understand the degree of risk involved and believe that the investment is suitable based upon investment objectives and financial needs.																																																																				
Distribution Policy:	The Manager may declare a distribution once a year out of the net investment income (whether in the form of dividends, interest or otherwise) available for distribution by the Sub-Fund and out of realised profits less realised losses and unrealised profits less unrealised losses. The Manager may also declare interim distributions on the same basis.																																																																				
Fees and Expenses:	<p>Unitholder Expenses</p> <ul style="list-style-type: none">Maximum sales charge on subscriptions 6%Maximum redemption charge on redemptions 3% <table><thead><tr><th colspan="2">Annual Management Fee (%of NAV)</th><th colspan="2">Annual Servicing and Maintenance Fee (%of NAV)</th></tr></thead><tbody><tr><td>Class A Units</td><td>1.30%</td><td>Class A Units</td><td>0.50%</td></tr><tr><td>Class A1 Units</td><td>1.30%</td><td>Class A1 Units</td><td>0.50%</td></tr><tr><td>Class A2 Units</td><td>1.30%</td><td>Class A2 Units</td><td>0.50%</td></tr><tr><td>Class A3 Units</td><td>1.30%</td><td>Class A3 Units</td><td>0.50%</td></tr><tr><td>Class C Units</td><td>2.25%</td><td>Class C Units</td><td>Not Applicable</td></tr><tr><td>Class C1 Units</td><td>2.25%</td><td>Class C1 Units</td><td>Not Applicable</td></tr><tr><td>Class C2 Units</td><td>2.25%</td><td>Class C2 Units</td><td>Not Applicable</td></tr><tr><td>Class C3 Units</td><td>2.25%</td><td>Class C3 Units</td><td>Not Applicable</td></tr><tr><td>Class Y Units</td><td>1.00%</td><td>Class Y Units</td><td>Not Applicable</td></tr><tr><td>Class Y1 Units</td><td>1.00%</td><td>Class Y1 Units</td><td>Not Applicable</td></tr><tr><td>Class Y2 Units</td><td>1.00%</td><td>Class Y2 Units</td><td>Not Applicable</td></tr><tr><td>Class Y3 Units</td><td>1.00%</td><td>Class Y3 Units</td><td>Not Applicable</td></tr><tr><td>Class X Units</td><td>0%</td><td>Class X Units</td><td>Not Applicable</td></tr><tr><td>Class X1 Units</td><td>0%</td><td>Class X1 Units</td><td>Not Applicable</td></tr><tr><td>Class X2 Units</td><td>0%</td><td>Class X2 Units</td><td>Not Applicable</td></tr><tr><td>Class X3 Units</td><td>0%</td><td>Class X3 Units</td><td>Not Applicable</td></tr></tbody></table>	Annual Management Fee (%of NAV)		Annual Servicing and Maintenance Fee (%of NAV)		Class A Units	1.30%	Class A Units	0.50%	Class A1 Units	1.30%	Class A1 Units	0.50%	Class A2 Units	1.30%	Class A2 Units	0.50%	Class A3 Units	1.30%	Class A3 Units	0.50%	Class C Units	2.25%	Class C Units	Not Applicable	Class C1 Units	2.25%	Class C1 Units	Not Applicable	Class C2 Units	2.25%	Class C2 Units	Not Applicable	Class C3 Units	2.25%	Class C3 Units	Not Applicable	Class Y Units	1.00%	Class Y Units	Not Applicable	Class Y1 Units	1.00%	Class Y1 Units	Not Applicable	Class Y2 Units	1.00%	Class Y2 Units	Not Applicable	Class Y3 Units	1.00%	Class Y3 Units	Not Applicable	Class X Units	0%	Class X Units	Not Applicable	Class X1 Units	0%	Class X1 Units	Not Applicable	Class X2 Units	0%	Class X2 Units	Not Applicable	Class X3 Units	0%	Class X3 Units	Not Applicable
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Taxation:	<p>The Fund is resident in Ireland for tax purposes and is not subject to Irish taxation charges on income or capital gains. No Irish stamp duty is paid on the issue, redemption or transfer of Units in the Sub-Fund.</p> <p>Unitholders should consult with their professional advisers in relation to the tax treatment of their holdings in the Sub-Fund.</p>																																		
Publication of Unit Price:	<p>The Net Asset Value per Unit of the Sub-Fund will be made public at the address of the Administrative Agent and will be published at the following web-site address: www.aiggig.com and at such other sources as the Manager deems appropriate.</p>																																		
How to Buy/Sell Units:	<p>Applications to buy/sell Units can be made on any Dealing Day. A Dealing Day is every bank business day in Ireland, excluding Saturdays and Sundays and Irish public holidays.</p> <p>Applications should be made to: AIG Global Funds- AIG Emerging Europe Equity Fund c/o State Street Fund Services (Ireland) Limited Guild House, Guild Street, IFSC, Dublin 1, Ireland Tel +353 1 853 8036 Fax +353 1 670 0981</p> <p>Subscription and redemption requests should be made (in the manner specified in the Prospectus) prior to 12.00 noon (Irish time) on the relevant Dealing Day.</p> <p>The initial minimum subscription applicable to each Class of Units is as follows:</p> <table> <thead> <tr> <th></th><th>Initial minimum subscription</th></tr> </thead> <tbody> <tr><td>Class A Units</td><td>USD 1,000</td></tr> <tr><td>Class A1 Units</td><td>Euro 1,000</td></tr> <tr><td>Class A2 Units</td><td>STG 1,000</td></tr> <tr><td>Class A3 Units</td><td>JPY 125,000</td></tr> <tr><td>Class C Units</td><td>USD 1,000</td></tr> <tr><td>Class C1 Units</td><td>Euro 1,000</td></tr> <tr><td>Class C2 Units</td><td>STG 1,000</td></tr> <tr><td>Class C3 Units</td><td>JPY 125,000</td></tr> <tr><td>Class Y Units</td><td>USD 1,000,000</td></tr> <tr><td>Class Y1 Units</td><td>Euro 1,000,000</td></tr> <tr><td>Class Y2 Units</td><td>STG 1,000,000</td></tr> <tr><td>Class Y3 Units</td><td>JPY 125,000,000</td></tr> <tr><td>Class X Units</td><td>USD 10,000,000</td></tr> <tr><td>Class X1 Units</td><td>Euro 10,000,000</td></tr> <tr><td>Class X2 Units</td><td>STG 10,000,000</td></tr> <tr><td>Class X3 Units</td><td>JPY 1,250,000,000</td></tr> </tbody> </table>		Initial minimum subscription	Class A Units	USD 1,000	Class A1 Units	Euro 1,000	Class A2 Units	STG 1,000	Class A3 Units	JPY 125,000	Class C Units	USD 1,000	Class C1 Units	Euro 1,000	Class C2 Units	STG 1,000	Class C3 Units	JPY 125,000	Class Y Units	USD 1,000,000	Class Y1 Units	Euro 1,000,000	Class Y2 Units	STG 1,000,000	Class Y3 Units	JPY 125,000,000	Class X Units	USD 10,000,000	Class X1 Units	Euro 10,000,000	Class X2 Units	STG 10,000,000	Class X3 Units	JPY 1,250,000,000
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Additional Important Information:	<p>Additional information and copies of the Prospectus, the Trust Deed, and the latest annual and semi-annual reports may be obtained (free of charge) from the Manager's registered office.</p> <p>Registered Office: AIG Centre, IFSC, North Wall Quay, Dublin 1, Ireland Tel +353 1 672 0222 Fax +353 1 672 0267 www.aiggig.com</p> <p>AIG Global Investment Group comprises a group of international companies which provide investment advice and market asset management products and services to clients around the world. AIG Global Investment Group and AIGGIG are registered service marks of American International Group, Inc.</p> <p>Directors of the Manager</p> <table> <tbody> <tr><td>Dominique Baïkoff</td><td>William Dooley</td></tr> <tr><td>Eilish Finan</td><td>Steven Guterman</td></tr> <tr><td>Regina Harrington</td><td>Robert Hennessy</td></tr> <tr><td>Orla Horn</td><td>Thomas Lips</td></tr> <tr><td>Win Neuger</td><td></td></tr> </tbody> </table> <p>Manager: AIG Global Investment Fund Management Limited Investment Manager: AIG Global Investment Corp. AIG Global Investment Corp. (Europe) Limited Administrative Agent: State Street Fund Services (Ireland) Limited Trustee: State Street Custodial Services (Ireland) Limited</p>	Dominique Baïkoff	William Dooley	Eilish Finan	Steven Guterman	Regina Harrington	Robert Hennessy	Orla Horn	Thomas Lips	Win Neuger																									
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	Independent Auditors: PricewaterhouseCoopers Distributor: Financial Advisor Services (Europe) S.A.
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