



## **CCR Flex Patrimoine**

*Mutual fund (Fonds commun de placement)*

### **PROSPECTUS**

UCITS GOVERNED BY EUROPEAN DIRECTIVE 2009/65/EC

**14 February 2014**

## CCR Flex Patrimoine

Mutual fund (Fonds commun de placement)

### PROSPECTUS

The French Financial Markets Authority (Autorité des Marchés Financiers – AMF) wishes to emphasize that this Fund is exposed to high direct and indirect maximum fees and charges. The profitability of the planned investment is based on the assumption that the financial markets will perform strongly and consistently.

#### I – GENERAL CHARACTERISTICS

**Name:** CCR Flex Patrimoine

**Legal form:** French mutual fund (Fonds Commun de Placement – FCP) established in France

**Inception date:** 11 July 2008

**AMF approval:** 27 June 2008

**Planned duration:** 99 years

**Fund overview**

Units	ISIN code	Appropriation of income	Currency	Minimum initial subscription	Minimum subsequent subscriptions	Initial NAV	Fractions of units	Target subscribers
R EUR	FR0010626291	Accumulation	Euro	1 unit	n/a	1,000 Euros	Thousandths of a unit	All investors, intended primarily for individuals
P EUR	FR0010638718	Accumulation	Euro	1 unit	1 unit	1,000 Euros	Thousandths of a unit	Clients of UBS Private Bank
P USD	FR0011576917	Accumulation	USD	1 unit	1 unit	USD 500,000	Thousandths of a unit	Clients of UBS Private Bank wishing to replicate the performance of the euro units throughout the Fund's lifetime via a foreign exchange hedge.
I EUR (*)	FR0010638726	Accumulation	Euro	500,000 Euros	1 unit	1,000 Euros	Thousandths of a unit	Institutional clients
K USD (*)	FR0011576933	Accumulation	USD	500,000 US Dollars	1 unit	USD 500,000	Thousandths of a unit	All investors, and in particular clients of UBS Private Bank wishing to replicate the performance of the euro units throughout the Fund's lifetime via a foreign exchange hedge.
N EUR	FR0010939355	Accumulation	Euro	1 unit	n/a	1,000 Euros	Thousandths of a unit	All investors, primarily individuals residing in Italy

(\*) The minimum initial subscription does not apply to the Management Company or to any fund that it manages.

This Fund can be used as an underlying investment for endowment policies (contrats d'assurance-vie).

#### Where to obtain the latest annual report and interim report

The latest annual documents and the statement of assets will be sent to investors within eight business days [of one week] of receipt of a written request sent to: CCR Asset Management, 44, rue Washington 75008 Paris.

Tel: +33 (0)1 49 53 20 00, email: [CCRAM\\_contact@ubs.com](mailto:CCRAM_contact@ubs.com).

Additional information can be obtained, if necessary, by contacting the Management Company or visiting its website: [www.ccr-am.com](http://www.ccr-am.com)

## II - DIRECTORY

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### Management Company

CCR Asset Management Société Anonyme, 44 rue Washington, 75008 Paris. An asset management company approved by the French financial markets authority (Autorité des marchés financiers – AMF) under number GP 92016 on 30 November 1992.

### Depository and Custodian

The functions of depository, custodian and issuer account administrator, will be performed by:

BNP Paribas Securities Services S.C.A.

A credit institution approved by the French Prudential Supervision and Resolution Authority (Autorité de Contrôle Prudentiel et de Résolution – ACPR).

Registered office: 3 Rue d'Antin, 75002 Paris.

Postal address: Grands Moulins de Pantin, 9 rue du Débarcadère, 93500 Pantin.

### Centralising agent

Centralisation of subscription and redemption orders delegated by the Management Company

BNP Paribas Securities Services S.C.A.

A credit institution approved by the French Prudential Supervision and Resolution Authority (Autorité de Contrôle Prudentiel et de Résolution – ACPR).

Registered office: 3 rue d'Antin, 75002, Paris.

Postal address: Grands Moulins de Pantin, 9 rue du Débarcadère, 93500 Pantin.

### Statutory auditor

Cabinet PwC Sellam, 63 rue de Villiers, 92200 Neuilly sur Seine.

Represented by Patrick Sellam

### Promoters

CCR Asset Management, 44 Rue Washington, 75008 Paris.

UBS Group.

### Sub-manager

*Accounting sub-manager*

The accounting sub-manager's duties consist essentially of bookkeeping for the Fund and the calculation of net asset values.

BNP Paribas Fund Services France SAS.

Registered office: 3 rue d'Antin 75002 Paris.

Postal address: Petit Moulin de Pantin, 9 rue du Débarcadère, 93500 Pantin.

### Advisors

n/a

## III – OPERATION AND MANAGEMENT

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### A – GENERAL CHARACTERISTICS

#### CHARACTERISTICS OF THE UNITS

#### ISIN CODES

R EUR unit: FR0010626291

P EUR unit: FR0010638718

P USD unit: FR0011576917

I EUR unit: FR0010638726

K USD unit: FR0011576933

N EUR unit: FR0010939355

#### Type of right associated with the unit

Each unitholder has a co-ownership right in and to the assets of the Fund proportional to the number of units they hold.

#### Inclusion in a register

Unitholders' rights shall be represented by an account entry in their name with the intermediary of their choice.

#### Voting rights

No voting rights are attached to the units as all decisions are taken by the Management Company.

#### Form of units

Units may be issued in bearer form or registered form, at the subscriber's option.

#### Fractions of units

Units are divided into thousandths, referred to as fractions of units.

#### **Financial year-end**

The financial year ends on the last trading day in Paris in December. (First financial year ends in December 2009).

#### **Taxation**

The co-ownership structure of the Fund automatically places it outside the scope of corporation tax. The law also exempts capital gains arising from sales of stocks made in the course of managing the Fund, provided that no individual owns more than 10% of its units, either directly or indirectly (Article 150-A, III-2 of the French general tax code (Code général des impôts)). Based on the principle of transparency, the tax authorities consider the unitholder to be the direct holder of a share of the financial instruments and cash held in the Fund. As the Fund offers accumulation units only, in theory the tax rules on capital gains on transferable securities in the unitholder's country of residence will apply, depending on the rules that apply to the unitholder's status (individual, legal entity liable for corporation tax, etc.). The rules that apply to unitholders who are French residents are set forth in the French general tax code (Code général des impôts). Holders of the Fund's units are generally advised to consult their tax adviser or their usual client manager in order to ascertain the tax rules that apply to their specific situation. They may be charged for this advice by their adviser; in no event shall the Fund or the Management Company be liable for this cost.

### **B - SPECIFIC PROVISIONS**

#### **ISIN CODES**

R EUR unit:	FR0010626291
P EUR unit:	FR0010638718
P USD unit:	FR0011576917
I EUR unit:	FR0010638726
K USD unit:	FR0011576933
N EUR unit:	FR0010939355

#### **Classification**

Balanced

#### **Fund of funds**

Between 50% and 100% of the net assets.

#### **Investment objective**

The Fund is managed in a discretionary manner with an active policy of asset allocation, investing mainly in other investment funds. The Fund aims to deliver positive performance over three years, with an indicative risk profile comparable to that resulting from a 25/75 allocation between the MSCI AC World Index - GDP Weighted, converted into euro and the Barclays Euro Aggregate AA and higher index.

#### **Benchmark index**

No existing market index matches CCR Flex Patrimoine's investment objective. The use of an investment policy based on the selection of securities and investment funds without any restrictive conditions makes any comparison to a benchmark index meaningless. However, for indicative purposes investors could refer to the performance of the Mixed Asset EUR Cons (Mixte euro Prudent) category calculated by Morningstar.

#### **Investment strategy**

##### **1) Description of strategies used**

The discretionary management approach consists in determining allocation (by region, level of investment, sensitivity, etc.) between different asset classes (equities, bonds, money market instruments, etc.) on the basis of the manager's expectations for future market trends and economic scenarios. However, most of the time the Fund will be exposed mainly to the fixed income market.

Securities are selected using a micro-economic approach that factors in a company's fundamentals: financial data, quality of management, the sector's potential for growth and the company's potential for growth within the sector. This strategy, where securities are selected on a case-by-case basis without reference to a benchmark index, is known as "stock-picking".

Funds in which the Fund will invest are selected on the basis of a combination of quantitative and qualitative criteria, such as past performance, ratios and ratings, quality of management, manager's expertise and added value.

The manager will use quantitative models developed by the Management Company to manage the level of exposure to the equity markets. The purpose of these quantitative models is to protect the portfolio against extreme market fluctuations. This means that when they are implemented, the portfolio's level of exposure to equity risk may differ significantly from the level recommended as a result of the fundamental research conducted internally by the UBS Group.

For units denominated in US dollar, foreign exchange hedging will be used to replicate the performance of the euro-denominated units as closely as possible during the lifetime of the Fund (gross performance before management charges).

The manager will use forward financial instruments in order to obtain systematic hedging. The instruments used will mainly be forward exchange contracts. However, the holders of these units will still be exposed to foreign exchange risk linked to the Fund's exposure to currencies held as assets in the portfolio, up to a maximum of 40% of the net assets.

## 2) **Composition of the assets**

The Fund invests in the following asset classes (excluding embedded derivatives):

### ▪ **Equities**

The Fund may invest between 0% and 100% of its assets directly in French and international equities in all sectors. Equity risk exposure may vary from 0% to 40% of the net assets. In terms of regional exposure, there are no limits on allocation between different countries, and the manager may expose up to 40% of the Fund's assets to emerging countries. The fund manager is not subject to restrictions regarding market capitalisation and may invest in small and medium caps in particular. However, stocks are selected on regulated markets and the Fund invests in stocks capitalised at less than 100 million euros only up to the limits authorised below (see Risk Profile). In all cases the manager will ensure that the market is sufficiently liquid.

### ▪ **Currencies**

The Fund may use currencies other than the Fund's valuation currency for exposure or hedging. It may invest in firm forward financial instruments on regulated, organised or over-the-counter markets in order to expose the Fund to currencies other than its valuation currency or to hedge the Fund against foreign exchange risk. The Fund's net currency exposure may differ from that of its equity and bond portfolio alone.

### ▪ **Debt securities and money market instruments**

In addition to investments in funds classified as "Bonds and other debt securities" and/or money market funds, the manager may also invest between 0% and 100% of the Fund's assets directly in debt securities and money market instruments. The Fund will invest essentially in instruments issued by sovereign or equivalent issuers and by corporate and public sector issuers deemed to be of good quality (i.e., rated at least BBB- by Standard & Poor's, or an equivalent rating with another agency). For private sector issuances, the credit analysts of the group to which the financial manager belongs select the authorised issuers. The manager reserves the right to invest up to 40% of the Fund's net assets in funds that are in turn invested in securities that are rated lower than Investment Grade or have no rating. The portion of fixed income products not invested in the bond market may be invested in money market funds or negotiable debt securities rated at least A2 by Standard & Poor's (or an equivalent rating). Sensitivity to interest rate risk will be between 0 and 7.

### ▪ **Shares and units issued by other funds**

The proportion held in shares or units issued by other UCI will be composed as part of the strategies put in place in the portfolio:

- units or shares of other French or foreign mutual funds up to 100% of assets
- units or shares of alternative investment funds (AIF) and other collective investment schemes, which are French or established in other European Union member states, or foreign investment funds that meet the four criteria of Article R. 214-13 of the French monetary and financial code (Code monétaire et financier), up to 30% of assets.

For the sake of diversification, these investments will be made as part of the Fund's overall allocation of assets.

These mutual funds, AIF, other collective investment schemes and investment funds may be managed by the Fund's manager or by any other affiliated entity.

## 3) **Derivatives**

### ▪ **Type of market**

The Fund may trade, both for hedging purposes and to gain exposure, on the regulated markets authorised by the Decree of 6 September 1989, as amended, and on all French or foreign organised or OTC markets that have a satisfactory level of open positions, are sufficiently liquid and are easily accessible.

### ▪ **Type of transaction**

Transactions will be executed for hedging purposes or to gain exposure. Transactions will only be entered into for the purposes of achieving the investment objective.

These transactions may be negotiated with counterparties selected by the Management Company in accordance with its "Best execution / Best selection" policy, and its procedure for approving new counterparties, to obtain the best result possible for the Fund, when executing orders, in accordance with Article L. 533-18 of the French monetary and financial code (Code monétaire et financier).

### ▪ **Risks on which the manager may take positions**

The manager may enter into transactions to minimise the following risks

- Equity and index risk
- Interest rate risk,
- Foreign exchange risk.

### ▪ **Type of instruments used**

The Fund may use the following instruments:

- Futures,
- Options,
- Swaps,
- Forward currency instruments.

▪ **Strategy for use of derivatives**

Derivatives are used:

- in order to hedge all or part of the portfolio so as to reduce or eliminate all the portfolio's authorised potential risks,
- to hedge foreign exchange risk,
- or, on the contrary, in order to expose the portfolio to the main authorised risks.

All counterparties selected by the Fund to act as counterparty to a contract on forward financial instruments should be the guarantor or a top-rate financial institution approved for proprietary trading.

The counterparty of forward financial instruments mentioned above (the Counterparty) shall not exercise any discretionary power with regard to the composition of the Fund's investment portfolio or on the underlying assets of the forward financial instruments within the limit and subject to the terms and conditions provided for by the regulations.

**4) Securities with embedded derivatives**

▪ **Risks on which the manager may take positions**

- Equity risk
- Index risk
- Interest rate risk
- Foreign exchange risk

▪ **Type of transaction**

These instruments are used to hedge the Fund against the portfolio's main risks, or to expose it to them

▪ **Type of instruments used**

The following may be used:

- Equity warrants
- Warrants

**5) Deposits**

The Fund may use deposits, up to a maximum of 100% of its net assets, to manage its cash positions.

**6) Cash borrowing**

The manager may borrow cash temporarily, up to a maximum of 10% of the assets, to manage the Fund's cash positions.

**7) Temporary sales and purchases**

The Fund may enter into temporary purchases and sales of securities in order to optimise its income, invest its cash or adjust the portfolio as the assets under management vary. The Fund shall carry out the following transactions:

- Securities repurchase and reverse repurchase agreements;
- Securities lending and borrowing.

Any temporary purchases or sales of securities shall be carried out under market conditions and within the limit of 100% of the Fund's assets. These transactions may incur costs which are borne by the Fund. As part of these operations the Fund may receive or grant financial guarantees (collateral), whose operation and characteristics are described in the section "Management of financial guarantees".

These transactions may be made with UBS or its affiliates as counterparty. Carrying out these transactions with UBS or its affiliates (companies belonging to the same group as the Management Company) might generate a potential conflict of interest.

Additional information can be found in the Charges and Fees section.

**8) Management of financial guarantees**

Within the scope of OTC derivatives transactions and temporary purchases and sales of securities, the Fund may receive financial assets constituting guarantees with the objective of reducing its exposure to counterparty risk. The level of financial guarantees and the discount policy are determined according to the risk policy defined by the Management Company in accordance with the regulations in force.

The risk policy defined by the Management Company in terms of financial guarantees received explicitly defines the types of underlying assets authorised.

The financial guarantees accepted will consist in the main of cash for OTC financial derivatives transactions and cash and eligible government bonds for temporary purchases and sales of securities.

The counterparty risk involved in OTC derivatives transactions and that involved in temporary purchases and sales of securities may not, in aggregate, exceed 10% of the Fund's net assets where the counterparty is a credit institution as defined in the regulations in force, or 5% of its assets in all other cases.

In this respect, any financial guarantee (collateral) accepted in order to reduce counterparty risk shall meet the following requirements:

- it is given in the form of cash, or in bonds issued or guaranteed by OECD member states, by their regional or local public authorities or by supranational institutions and bodies with EU, regional or international scope,
- it is held by the Fund's Custodian, one of its agents or a third party under its control, or by any other custodian subject to prudential supervision having no link with the provider of the financial guarantees,
- in accordance with the regulations in force, they shall at all times fulfil liquidity (via regular stress tests), valuation, issuer credit rating, correlation and diversification criteria, and exposure to any given issuer shall not exceed 20% of the net assets.

Financial guarantees received in the form of cash shall be mainly deposited with eligible entities and/or used in reverse repurchase transactions, and to a lesser extent invested in high quality government bonds and short-term money market funds.

Securities received as collateral may not be sold, reinvested or pledged. These securities must be liquid and diversified and must be subject to a daily valuation at the very least. They must be issued by high quality issuers and be independent of the counterparty or its group.

The Management Company may apply discounts to securities received as collateral, by taking into account the characteristics of the assets, particularly the credit rating, the price volatility of the securities and the result of any crisis simulations that may be conducted.

The risks associated with cash reinvestments depend on the type of assets and/or the type of transactions and may be counterparty risks or liquidity risks.

Government bonds received as collateral may be denominated in euros and US dollars and shall have a maturity of less than ten years. They shall be subject to a discount of between 1% and 10% depending mainly on the bond's rating and maturity.

#### **RISK PROFILE**

*Your money will be invested mainly in financial instruments selected by the Management Company. These instruments will be exposed to market movements and fluctuations.*

#### **Type of risks**

##### **▪ Risk associated with discretionary management**

The Fund's discretionary investment style is based on expectations of future market developments (equities, interest rates, etc.) and the manager's allocation of assets. There is a risk that the manager may not select the best-performing securities and/or funds, or that the allocation between the various markets may not be optimal. As a result, the Fund may fail to achieve the investment objective and the net asset value may fall.

##### **▪ Risk of capital loss**

As the Fund is neither guaranteed nor protected, investors may not get back all of the capital initially invested. Investments in equities always entail a risk of loss of capital. The risk of loss of capital on fixed-income investments corresponds to the risk that the issuer will default and/or that interest rates will fluctuate sharply.

##### **▪ Equity risk**

If the equity markets fall, the net asset value of the Fund may fall. Equity risk corresponds to this potential fall in the value of the Fund's assets. The Fund's exposure to equity risk is between 0% and 40%. The Fund may be exposed to small- and medium-cap companies (up to 100% of total equities exposure). Due to their specific characteristics, under certain market conditions this type of company may present risks for investors. Investors should bear in mind the operating and regulatory conditions in the emerging markets in which the Fund may, through its investments in underlying funds, invest up to 40% of its assets. Emerging markets may present particular risks for investors as their standards of liquidity and security may fall short of those on the major international markets. Moreover, these markets are exposed to a high risk of expropriation, nationalisation and social, political and economic instability.

##### **▪ Credit risk**

The Fund may invest in fixed-income products. Credit risk is proportionate to such investments, and may range from 0% to 100% of the Fund's net assets. It represents the risk that the issuer defaults or its credit rating is downgraded – or that this is anticipated by the market – which could cause the value of the security to fall and thus result in a fall in the Fund's net asset value. Investors' attention is drawn to particular risks associated with investments that the funds held may make in securities with a low credit rating or that do not have a credit rating.

##### **▪ Interest rate risk**

If interest rates rise, the value of the fixed-income products held in the portfolio will fall. A rise in interest rates may therefore cause the Fund's net asset value to fall. Interest rate risk is the risk that the value of these assets will fall. The Fund's exposure to fixed income markets will be between 0% and 100%. The range of sensitivity to the interest rate risk is between 0 and 7, which means that if interest rates rise by 100bp, the immediate impact on the Fund's net asset value will be between 0% and -7%. Conversely, if interest rates fall by 100bp, the immediate impact will be between 0% and 7%.

- **Foreign exchange risk**

The Fund may invest in countries outside the euro zone or in funds that are authorised to invest in securities denominated in non-euro zone currencies. These currencies' fluctuations against the euro may have a negative impact on the value of the underlying assets, thus causing the value of the Fund's units to fall. For units denominated in US dollars, foreign exchange hedging will be used to replicate the performance of the euro-denominated units as closely as possible during the lifetime of the Fund (gross performance before management charges). However, the holders of these units will still be exposed to foreign exchange risk linked to the Fund's exposure to currencies held as assets in the portfolio, up to a maximum of 40% of the net assets.

- **Model risk**

The Fund's investment process is based on a systematic model, developed by the Management Company, that identifies signals on the basis of past statistical data. There is a risk that the model may not be efficient, as there is no guarantee that the market will behave in the way it behaved in the past. There is a risk that the model may not achieve the best possible results.

- **Counterparty risk**

The Fund is exposed to the risk of insolvency, of default of payment or any other type of default from any counterparty with which it has entered into a contract or a transaction. It is particularly exposed to the counterparty risk resulting from its use of OTC financial contracts and/or temporary purchases and sales of securities entered into with the counterparty or counterparties to these transactions.

The counterparty risk resulting from the use of financial contracts and/or the implementation of temporary purchases and sales of securities is limited at all times to 10% of the Fund's net assets per counterparty.

When UBS or one of its affiliates acts as counterparty to OTC financial contracts and/or temporary purchases and sales of securities, conflicts of interest may arise between the Fund's Management Company and UBS or one of its affiliates. The Management Company controls these risks of conflict of interest by implementing procedures aimed at identifying and limiting the risks and ensuring their fair resolution, if applicable.

### **Target subscribers and typical investor profile**

#### **Target subscribers**

R EUR unit: All investors, intended primarily for individuals

P EUR unit: Category of units reserved for UBS Private Bank clients

P USD unit: Category of units reserved for clients of UBS Private Bank wishing to replicate the performance of the euro units throughout the Fund's lifetime via a foreign exchange hedge.

I EUR unit: Category of units reserved for institutional clients

K USD unit: All investors, and in particular clients of UBS Private Bank wishing to replicate the performance of the euro units throughout the Fund's lifetime via a foreign exchange hedge.

N EUR unit: All investors, primarily individuals residing in Italy

The Fund may be used as an underlying investment for endowment policies (contrats d'assurance-vie).

The units have not been and will not be registered pursuant to the US Securities Act of 1933 (hereinafter the "1933 Act") or pursuant to any law applicable in an American state, and the units cannot be transferred, offered or sold directly or indirectly in the United States of America (including its territories and possessions) to any US national (hereinafter "US Person") as defined in the US "Regulation S" pursuant to the 1933 Act adopted by the US Securities and Exchange Commission (SEC) unless (i) the units have been registered or (ii) an exemption applies (with the prior consent of the Board of Directors of the Fund's Management Company).

The Fund has not been and will not be registered pursuant to the United States Investment Company Act of 1940. Any sale or transfer of units in the United States of America or to a US Person may constitute a violation of US law and shall require prior written consent from the Board of Directors of the Fund's Management Company. Persons wishing to acquire or subscribe units will have to certify in writing that they are not US Persons.

The Board of Directors of the Fund's Management Company has the power to impose restrictions (i) on the holding of units by a US Person and may therefore force the sale of the units held or (ii) the transfer of units to a US Person. This power also extends to any person who (a) appears to be in direct or indirect breach of the laws and regulations of any country or government authority or (b) could, in the opinion of the Board of Directors of the Fund's Management Company, cause the Fund harm that it would not otherwise have suffered.

The offer of units has been neither authorised nor prohibited by the SEC, a special commission of an American state or any other American regulatory authority, nor have said authorities expressed an opinion on the merits or otherwise of such offer or the accuracy or adequacy of the documents relating to this offer. Any statement of this kind would be illegal.

All unitholders must inform the Fund immediately if they become US Persons. Any unitholder who becomes a US Person shall no longer be authorised to acquire new units, and he/she may be asked at any time to sell his/her units to persons who are not US Persons. The Board of Directors of the Fund's Management Company reserves the right to force the redemption of any unit held directly or indirectly by a US Person, or if the holding of units by any person whatsoever is illegal or contrary to the Fund's interests.



**Typical investor profile**

This product is intended for individuals and legal entities seeking, through a medium-term, balanced investment, steady capital growth while accepting a moderate level of risk. The amount that is reasonable to invest in this Fund depends on each investor's particular circumstances. To determine this, investors should take into account not only their personal wealth and their needs now and over the recommended investment period, but also their willingness to accept risk, or their preference for a more prudent form of investment. Investors are also strongly advised to diversify their investments so that they are not exposed solely to the risks of this Fund.

**Recommended investment horizon**

At least three years

**Procedure for the calculation and appropriation of income**

Appropriation of net income: accumulated in full.

**Characteristics of the units**

The R EUR, P EUR, I EUR and N EUR units are denominated in euro.

The P USD and K USD units are denominated in US dollar. They will be hedged against the euro to replicate the performance of the euro-denominated units as closely as possible during the lifetime of the Fund (gross performance before management charges). However, the holders of these units will still be exposed to foreign exchange risk linked to the Fund's exposure to currencies held as assets in the portfolio, up to a maximum of 40% of the net assets.

Units are issued in thousandths of a unit.

**Subscription and redemption terms**

Units	Initial net asset value	Minimum initial subscription	Minimum subsequent subscriptions
R EUR	1,000 Euros	1 unit	n/a
P EUR	1,000 Euros	1 unit	1 unit
P USD	USD 1,000	1 unit	1 unit
I EUR (*)	1,000 Euros	EUR 500,000	1 unit
K USD (*)	USD 1,000	USD 500,000	1 unit
N EUR	1,000 Euros	1 unit	n/a

(\*) The minimum initial subscription does not apply to the Management Company or to any fund that it manages.

Subscriptions and redemptions may be carried out in thousandths of units.

Orders are centralised no later than 10.00 a.m. every valuation day by the custodian, BNP Paribas Securities Services, Grands Moulins de Pantin, 9 Rue du Débarcadère, 93500 Pantin, and executed on the basis of the next net asset value, which will be calculated using the closing prices on the day (i.e., at an unknown price). The corresponding payments are made three business days after the centralisation date (D + 3).

When units are subscribed in another country, the local paying agent may group together all subscriptions in the name and on behalf of the end investors, and may use a nominee account for this purpose. The end investors may be liable for any costs incurred in connection with such investments.

The Fund's units may be subscribed through a savings plan or any other type of payment plan or conversion plan, in accordance with the market standards prevailing in the relevant country.

**Date and frequency of calculation of net asset values**

The net asset value is calculated on the basis of closing prices on each day the Paris stock exchange is open for business (official calendar : Euronext), except for days that are public holidays in France.

**Place and methods of publication or communication of net asset value**

Available at the premises of the Management Company, CCR Asset Management, 44 Rue Washington 75008 Paris.

**CHARGES AND FEES****Subscription and redemption fees**

*Subscription fees are added to the subscription price paid by the investor, and redemption fees are deducted from the redemption price paid. The fees retained by the Fund are used to cover the costs incurred by the Fund when investing or divesting the assets entrusted to it. Fees not retained by the Fund are paid to the Management Company, the promoter, etc.*

Charges payable by the investor, deducted at the time of subscriptions and redemptions	Base	Rate/scale	
Subscription fee not retained by the Fund	Net asset value × number of units	R EUR unit: P EUR unit: P USD unit: I EUR unit: K USD unit: N EUR unit:	Maximum 2% Maximum 2% Maximum 2% Maximum 2% Maximum 2% n/a
Subscription fee retained by the Fund	Net asset value × number of units	n/a	
Redemption fee not retained by the Fund	Net asset value × number of units	n/a	
Redemption fee retained by the Fund	Net asset value × number of units	n/a	

**Case of exemption**

A redemption order immediately followed by a subscription order placed by the same investor for the same amount or more and at the same net asset value.

**Operating and management charges**

These charges include all the charges invoiced directly to the Fund, excluding transaction charges. Transaction charges include intermediary charges (brokerage, stock market taxes, etc.). The following may be charged in addition to the operating and management charges:

- Performance fees. These reward the Management Company if the Fund exceeds its objectives. They are therefore invoiced to the Fund.
- activity charges invoiced to the Fund
- costs related to temporary purchases and sales of securities

For further information on the charges actually invoiced to the Fund, please refer to the statistical part of the Key Investor Information Document (KIID).

Charges invoiced to the Fund	Base	Rate/scale	
Management charges invoiced by the portfolio Management Company and other entities (statutory auditor, custodian, distributors, lawyers)	Net assets	R EUR unit: P EUR unit: P USD unit: I EUR unit: K USD unit: N EUR unit:	Maximum 1.25% including all taxes Maximum 1% including all taxes Maximum 1% including all taxes Maximum 0.75% including all taxes Maximum 0.75% including all taxes Maximum 2% including all taxes
Maximum indirect charges (management fees and charges)	Net assets	Maximum 8.50% including all taxes	
Activity charges	Charged on each transaction	Maximum EUR 200, including all taxes	
Performance fee	Net assets	20% of the Fund's outperformance of a nominal return calculated pro rata at the rate of 6% per annum*. With the exception of the N EUR unit (n/a).	

**\*Performance fee**

The performance fee is calculated separately for each unit category at the end of each "reference period" of three financial years, i.e. at the end of the Fund's 3rd, 6th and 9th financial years, etc. This performance fee is equal to 20% of the Fund's outperformance of a nominal return calculated pro rata at the rate of 6% per annum. Outperformance is calculated by comparing the change in the Fund's assets with the change in the assets of a reference fund that generates a performance identical to that of a nominal return calculated pro rata at the rate of 6% per annum, and records the same variations in subscriptions and redemptions as this Fund. On each calculation of the net asset value, based on the assets on the day, a provision is made for this performance fee if, since the start of the current reference period of three financial years, the Fund has outperformed its objective, or is reversed up to the level of provisions already made if it has underperformed its objective. This performance fee remains payable to the Management Company pro rata the number of units redeemed at each calculation of net asset value and at the end of the third financial year of the reference period for the balance.

For units denominated in US dollar (P USD and K USD) the performance of the net asset value is calculated on a basis expressed in US dollar and takes foreign exchange hedging into account. The first performance fee will relate to the period from 14 October 2013 until 31 December 2014.

**Maximum indirect management charges**

The Fund undertakes to invest only in funds whose fixed annual management charges do not exceed 3.5% including all taxes per annum.

Maximum indirect subscription fees will not exceed 5%.  
Maximum indirect redemption fees will not exceed 5%.

#### Scale for activity charges

The maximum activity charge per trade payable to the custodian is EUR 200 including all taxes.

#### Methods for calculating the proceeds of temporary purchases and sales of securities.

These transactions are carried out under the market conditions applicable at the time of the transaction. Income earned from temporary purchases and sales of securities, net of direct and indirect operating costs, is retained in full by the Fund.

#### Selection of intermediaries and counterparties

A list of authorised Intermediaries is kept up to date and regularly reviewed by CCR Asset Management's Credit Risk Control, Compliance and Internal Control departments. It is validated by Executive Management. The manager must submit a written request before using a new intermediary or counterparty, in accordance with Group procedures. The request must be validated by Executive Management after referral to the local Credit Risk Control, Compliance and Internal Control departments for their opinion. CCR Asset Management will review the list of selected intermediaries from time to time, and may stop using certain intermediaries as a result of the review. Furthermore, the intermediary selection policy is reviewed at least once a year and may be revised, if necessary. In line with this policy, CCR Asset Management endeavours to select service providers that are capable of achieving the best execution of the orders transmitted by the fund managers on behalf of their clients. The intermediary selection criteria used are:

- quality of execution and the coherence of their execution policy
- intermediation costs
- other criteria such as experience on the relevant markets and in the instruments traded, reputation, financial stability and ability to trade in the OTC instruments used in certain strategies.

## IV - MARKETING INFORMATION

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Requests for information and documents relating to the Fund should be sent directly to the Management Company: CCR Asset Management, 44 rue Washington, 75008 Paris, Tel: +33 (0)1 49 53 20 00, email: [CCRAM\\_contact@ubs.com](mailto:CCRAM_contact@ubs.com)

The latest annual and interim documents for Swiss investors are available from the representative in Switzerland: Carnegie Fund Services S.A., 11 Rue du Général-Dufour, 1204 Geneva, Switzerland. Tel: + 41 22 705 11 77, Fax: + 41 22 705 11 79.

The latest annual and interim documents for investors in Luxembourg are available from the representative in Luxembourg, BNP Paribas Securities Services, Luxembourg Branch, 33 rue de Gasperich, L-5826 Hesperange, Grand Duchy du Luxembourg. Tel: +352 26 96 20 00

The latest annual and interim documents for investors in Italy are available from the representative in Italy, BNP Paribas Securities Services, Milan Branch, Via Ansperto 5 20123 Milan, Italy. Tel: +39 02 72 47 9

The latest annual and interim documents for investors in Spain are available from the representative in Spain, BNP Paribas Securities Services Espagne, C/Ribera del Loira 28, 28042 Madrid, Spain, Tel. +34 91 388 8731

Requests for subscriptions to and redemptions from the Fund are centralised by the custodian: BNP Paribas Securities Services, Grands Moulins de Pantin, 9, rue du Débarcadère, 93500 Pantin

Further information on the list of regulatory documents and the applicable provisions on the protection of investors can be obtained from the AMF's website ([www.amf-france.org](http://www.amf-france.org)).

Information on criteria relating to environmental, social and governance (ESG) objectives is available on the Management Company's website, ([www.ccr-am.com](http://www.ccr-am.com)), and in the annual reports.

## V – INVESTMENT RULES

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The Fund is a French UCITS that complies with the investment rules applicable to UCITS contained in European Directive 2009/65/EC.

## VI - OVERALL RISK

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The Fund's overall risk is calculated using the commitment method.

## VII – ASSET VALUATION RULES

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- ASSET VALUATION RULES

The Fund complies with the general provisions set out in the Chart of Accounts (plan comptable) for investment funds and the following specific rules:

### **A – Valuation methods**

#### **1 – EQUITIES, DEBT SECURITIES AND EQUIVALENT INSTRUMENTS**

Securities and instruments traded on a regulated, regularly operating market are valued:

- at the closing price on the reference market, in the case of European (and French) markets
- at the last known price on their main market, in the case of non-European markets.

Negotiable debt securities are valued at their market value or, if there are not enough significant trades to clearly establish the market value, by application of an actuarial method on the basis of an interest-rate curve determined by the Management Company from market rates supplied by the main market makers, plus or minus a margin to reflect the inherent characteristics of the issuer, if appropriate. However, in application of provisions of the Fund's Regulations, negotiable debt securities whose residual maturity is or becomes three months or less will be valued using a linear method over the remaining period between the last market value and the repayment price. However, this method may be replaced by valuation at the market value if an instrument is particularly sensitive.

Temporary purchases and sales of securities or instruments are valued in accordance with the rules set out in the Chart of Accounts for investment funds:

- **lending and borrowing of securities:** the receivable representing the securities lent and the borrowed securities are valued at their market value; the remuneration due in respect of the securities lent or borrowed is valued using a straight-line method as stipulated in the contract.
- **repurchase agreements:** securities received under a repurchase agreement are valued at the value stipulated in the agreement. Securities given under a repurchase agreement will be valued in accordance with their initial valuation method, throughout the term of the agreement. Interest on repurchase and reverse repurchase transactions is recognised using a linear method as stipulated in the agreement.

As an exception to the above rules, securities whose market price does not reflect their probable market value (low volume of trades, so-called "controlled" borrowing transactions, etc.) may be valued on the basis of information supplied by the market, under the responsibility of the Management Company.

In the case of securities whose price has not been recorded on the valuation day and other items on the balance sheet, the Management Company will adjust their value on the basis of probable variations in light of current events. It will also determine the value of unlisted securities.

Securities that are not traded on a regulated market are valued at their probable market value, under the responsibility of the Management Company.

Instruments and positions combined with another instrument (arbitrage, hedging, etc.) will be valued in the same way as the other instrument.

#### **2) – UNITS OR SHARES IN OTHER FUNDS**

Units and shares of French or foreign UCI are valued at the last known net asset value on the day of calculation of the net asset value of the Fund.

Units and shares of French or foreign AIF, other collective investment schemes and investment funds are valued either at the last known unit value or at the last known value on the day of calculation of the net asset value of the Fund. Failing that, the Management Company may also use an estimated value, based on the latest information communicated by the fund administrator or manager, if this seems closer to the actual market value of the unit of the underlying fund concerned.

#### **3) – FORWARD FINANCIAL INSTRUMENTS**

Open positions on firm or conditional forward financial instruments traded on regulated, regularly operating markets are valued at the closing price on the net asset valuation day or, failing that, on the basis of the last known prices. However, for the sake of consistency, contracts involving funds in which the Fund has invested are valued on the same basis as the funds themselves. Swaps on OTC markets are valued as follows:

##### **▪ Simple swaps**

Whenever the net asset value is calculated, interest-rate and/or currency swap contracts (and/or any other authorised instrument involved in the swap) are valued at their market value using the price calculated by discounting future cash flows (principal and interest) at the current market interest rate and/or exchange rate (supplied by one of the main market makers). Other types of swap contracts (dividend, index, performance, etc.) are valued using internal models, under the responsibility of the Management Company. These valuations factor in issuer risk.

##### **▪ Back-to-back swaps**

- The "swap" component (terms of the swap) is valued in the same way as for simple swaps, by discounting future cash flows.
- The "security" part of the asset swap is valued at its market value, using information supplied by the market.

These valuations factor in issuer risk.

Other OTC transactions: The Management Company is responsible for the valuation process but reserves the right to delegate all or part of it.

**4) – CURRENCIES**

Currencies held in the portfolio and the price of securities and other instruments denominated in a foreign currency are converted into the Fund's accounting currency at the exchange rates published by the European Central Bank on the valuation day.

**▪ ACCOUNTING METHOD**

Interest on fixed-income investments is recognised using the accrued interest method. Transactions are recognised on the accounts excluding charges.



## CCR Flex Patrimoine

*Mutual fund (Fonds commun de placement)*

### REGULATIONS

#### TITLE I – ASSETS AND UNITS

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##### **Article 1 - Co-ownership units**

The co-owners' rights are expressed as units, each unit representing an equal fraction of the Fund's assets. Each unitholder has a co-ownership right in and to the assets of the Fund proportional to the number of units they hold.

The term of the Fund is 99 years from its inception date, except in the event of early dissolution or extension, as provided for in these regulations.

##### *Unit categories:*

The characteristics of the various categories of units and their eligibility requirements are described in the Fund's prospectus.

The different unit categories may:

- Be eligible for different income distribution methods (distribution or accumulation)
- Be denominated in different currencies;
- Be subject to different management charges;
- Be subject to different subscription and redemption fees;
- Have a different par value;
- Be systematically hedged against risk, in part or in full, as defined in the prospectus. This hedge is created using financial instruments that reduce to a minimum the impact of the hedging transactions on the Fund's other unit categories.
- Be reserved for one or more distribution channels.

The units may be merged or split.

The Management Company's Board of Directors may decide to sub-divide the units into tenths, hundredths, thousandths or ten thousandths, with such subdivisions being referred to as fractions of units.

The provisions of the regulations governing the issue and redemption of units shall apply to fractions of units, whose value shall always be proportionate to that of the units they represent. Unless provided to the contrary, all other provisions of the regulations relating to units shall apply to fractions of units without any need to make a specific provision to that end.

Lastly, the Board of Directors of the Management Company may decide, at its own discretion, to sub-divide the units by issuing new units, which shall be allocated to the unitholders in exchange for their existing units.

##### **Article 2 – Minimum amount of assets**

Units may not be redeemed if the value of the Fund's assets falls below EUR 300,000. If the assets remain below this amount for a period of thirty days, the Management Company shall make the necessary provisions to liquidate or merge the fund concerned, or to carry out one of the operations mentioned in Article 411-16 of the AMF's General Regulations (transfer of the Fund).

##### **Article 3 – Issue and redemption of units**

Units shall be issued at any time as and when requested by investors on the basis of their net asset value, increased, if applicable, by a subscription fee.

Redemptions and subscriptions shall be carried out in accordance with the conditions and procedures defined in the prospectus.

Units in French mutual funds (fonds commun de placement) may be admitted for listing in accordance with the applicable regulations.

Subscriptions must be paid in full on the net asset value calculation date. They may be made in cash and/or by a contribution in kind in the form of financial instruments. The Management Company is entitled to refuse any securities offered and, to this end, must announce its decision within seven days of the date on which the securities were tendered. If they are accepted, the securities tendered are valued according to the rules laid down in Article 4, and the subscription is based on the first net asset value following acceptance of the securities concerned.

Redemptions shall be solely in cash, except in the event of the liquidation of the Fund if unitholders have stated that they agree to be repaid in securities. The redemption price is paid by the issuer account custodian within five days of the day on which the unit is valued.

However, if in exceptional circumstances the redemption necessitates the prior sale of assets held in the Fund, this deadline may be extended to a maximum of 30 days.

With the exception of succession or an inter vivos gift, the sale or transfer of units between unitholders or between unitholders and third parties is treated as a redemption followed by a subscription; if this involves a third party, the sale or transfer amount must, where applicable, be supplemented by the beneficiary in order to at least reach the minimum subscription amount stipulated by the prospectus.

Pursuant to Article L.214-8-7 of the French monetary and financial code (Code monétaire et financier), if exceptional circumstances and the interests of the unitholders so dictate, the Management Company may temporarily suspend redemptions of units or the issue of new units by the Fund.

The Board of Directors of the Fund's Management Company may restrict or prohibit the holding of the Fund's units by any person or entity not authorised to hold the Fund's units (hereinafter an "Ineligible Person"). An Ineligible Person is a "US Person", as defined in the SEC's Regulation S (Part 230-17 CFR 230.903) and as described in this prospectus.

To this end, the Board of Directors of the Fund's Management Company may:

- (i) refuse to issue any unit if it appears that to do so would or might result in such units being held directly by or indirectly on behalf of an Ineligible Person;
- (ii) require, at any time, a person or entity whose name appears on the register of unitholders to provide, together with a sworn statement, any information that it deems necessary to determine whether the beneficial owner of the relevant units is an Ineligible Person or not; and
- (iii) if it appears that a person or entity is (i) an Ineligible Person and (ii) the sole or joint beneficial owner of the units, proceed with the forced redemption of all the units held by such unitholder after a ten day delay. The forced redemption shall be carried out at the last known net asset value, less any applicable charges, duties and fees, which shall remain payable by the Ineligible Person after a five day delay during which the beneficial owner of the units may submit its observations to the competent body.

Units may not be redeemed if the Fund's net assets are less than the minimum set by the Fund's regulations.

Minimum subscription requirements may be set, in accordance with the terms and conditions stipulated in the prospectus.

#### **Article 4 – Net asset value calculation**

The net asset value is calculated in accordance with the valuation rules set out in the prospectus.

## **TITLE II – OPERATION OF THE FUND**

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### **Article 5 – The Management Company**

The Fund is managed by the Management Company in accordance with the investment guidelines set for the Fund.

The Management Company shall act in the interest of the unitholders under all circumstances and shall have sole authority to exercise the voting rights attached to securities held by the Fund.

#### **Article 5a- Operating rules**

The instruments and deposits that are eligible to form part of the Fund's assets and the investment rules are described in the prospectus.

### **Article 6 – Custodian**

The custodian performs the tasks entrusted to it by the legal and regulatory provisions in force as well as those entrusted to it contractually. In particular, it must ensure that the decisions of the portfolio Management Company are legal. Where appropriate it must take any protective measures that it deems necessary. In the event of a dispute with the Management Company it shall inform the French financial markets authority (Autorité des Marchés Financiers - AMF).

### **Article 7 – Statutory auditor**

A statutory auditor is appointed by the governing body of the Management Company for a term of six financial years, with the approval of the AMF.

The statutory auditor certifies the accuracy and consistency of the financial statements.

He may be re-appointed.

The statutory auditor is required to notify the AMF as soon as possible of any fact or decision relating to the Fund of which he becomes aware in the course of his audit that may:

- (i) Constitute a breach of the laws or regulations applicable to this Fund that could have a significant impact on its financial situation, results or assets.
- (ii) Adversely affect the conditions or continuity of its business.
- (iii) Result in the issuing of reservations or the refusal to certify the financial statements.

The statutory auditor shall supervise the valuation of the assets and determination of exchange parities used in the event of a conversion, merger or split-up.

He shall determine the value of any contribution in kind, under his own responsibility.

He shall check the accuracy of the composition of the assets and other information before any publication.

The statutory auditor's fees shall be set by mutual agreement between the auditor and the Board of Directors of the Management Company, on the basis of a work schedule setting out the checks deemed necessary.

The statutory auditor certifies the financial statements serving as the basis for the payment of interim dividends.

His fees are included in the management charges.

#### **Article 8 – Financial statements and management report**

At the end of each financial year, the Management Company prepares the financial statements and a report on the management of the Fund during the last financial year.

The Management Company prepares a statement of the Fund's assets and liabilities, at least once per half year and under the supervision of the custodian.

The Management Company shall make these documents available to unitholders within four months of the financial year-end and shall notify them of the amount of income attributable to them: these documents shall be sent by post if expressly requested by the unitholders, or made available to them at the offices of the Management Company.

### **TITLE III – TERMS AND CONDITIONS OF APPROPRIATION OF INCOME**

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#### **Article 9 – Terms and conditions of appropriation of income and distributable sums**

The Fund's net income is equal to the amount of interest, arrears, premiums and prizes, dividends, directors' fees and any other income relating to the securities held in the portfolio, plus income generated by temporary cash holdings, less the amount of the management charges and borrowing costs.

The Fund's distributable income consists of:

- (i) Net income plus retained earnings, plus or minus the balance on the income equalisation account;
- (ii) Realised capital gains, net of charges, less any realised losses, net of charges, recognised during the financial year, plus any net capital gains of the same type recognised during previous financial years that were not distributed or accumulated, plus or minus the balance on the capital gains equalisation account.

The sums mentioned in 1. and 2. may be distributed, in whole or in part, independently of each other.

Payment of distributable sums is made within a maximum of five months following the financial year-end.

The Management Company shall decide how the income is to be appropriated.

Distributable income shall be reinvested in full, except for those sums that must be distributed by law.

### **TITLE IV – MERGER – SPLIT-UP – DISSOLUTION – LIQUIDATION**

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#### **Article 10 - Merger – Split-up**

The Management Company may either merge all or part of the Fund's assets with another fund, or split the Fund into two or more mutual funds (fonds commun de placement).

Such mergers or splits may not be carried out until the unitholders have been notified thereof. A new certificate shall be issued indicating the number of units held by each unitholder.

#### **Article 11 – Dissolution - Extension**

If the assets of the Fund remain below the amount set in Article 2 above for 30 days, the Management Company shall inform the AMF and shall dissolve the Fund, except in the event of a merger with another French mutual fund (fonds commun de placement).

The Management Company may dissolve the Fund before term. It shall inform the unitholders of its decision, after which no further subscription or redemption requests shall be accepted.

The Management Company shall also dissolve the Fund if a request is made for the redemption of all of the units, if the custodian's role is terminated and no other custodian has been appointed, or upon expiry of the Fund's term, unless such term is extended.



The Management Company shall inform the AMF by post of the date of dissolution and the dissolution procedure to be used. It shall then send the statutory auditor's report to the AMF.

The Management Company may decide to extend the life of a fund, subject to the agreement of the custodian. Its decision must be taken at least three months prior to the expiry of the Fund's term, and the unitholders and the AMF must be notified accordingly.

**Article 12 - Liquidation**

If the Fund is to be dissolved, the Management Company or the custodian shall act as liquidator, failing which a liquidator shall be appointed by the courts at the request of any party concerned. For this purpose, they shall be vested with the broadest powers to sell the Fund's assets, settle any liabilities and distribute the available balance to the unitholders in cash or in securities.

The statutory auditor and the custodian shall continue to carry out their responsibilities until liquidation operations have been completed.

**TITLE V - DISPUTES**

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**Article 15 - Jurisdiction - Address for service**

Any disputes relating to the Fund that may arise during the term of the Fund or during its liquidation, either among the unitholders or between the unitholders and the Management Company or the custodian, shall be submitted to the courts having jurisdiction.