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L'apposition du visa ne peut en aucun cas servir  
d'argument de publicité  
Luxembourg, le 2012-05-24  
Commission de Surveillance du Secteur Financier

A handwritten signature in blue ink, appearing to be a stylized name, possibly "J. J.", written over a white background.

## **Credit Suisse Fund (Lux)**

Investment Fund under Luxembourg Law

### **Prospectus**

April 2012

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## 1. Information for Prospective Investors

This prospectus ("Prospectus") is valid only if accompanied by the latest Key Investor Information Document, the latest annual report, and also the latest semi-annual report if this was published after the latest annual report. Such documents shall be deemed to form part of this Prospectus. Prospective investors shall be provided with the latest version of the Key Investor Information Document in good time before their proposed subscription of units in the Credit Suisse Fund (Lux) (the "Fund").

This Prospectus does not constitute an offer or solicitation to subscribe units ("Units") in the Fund by anyone in any jurisdiction in which such offer or solicitation is not lawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation. Information which is not contained in this Prospectus, or in the documents mentioned herein which are available for inspection by the public, shall be deemed unauthorized and cannot be relied upon.

Potential investors should inform themselves as to the possible tax consequences, the legal requirements and any foreign exchange restrictions or exchange control requirements which they might encounter under the laws of the countries of their citizenship, residence or domicile and which might be relevant to the subscription, holding, conversion, redemption or disposal of Units. Further tax considerations are set out in Chapter 9, "Expenses and Taxes".

Information about distribution in various countries is set out in chapter ("Chapter") 20, "Distribution".

Prospective investors who are in any doubt about the contents of this Prospectus should consult their bank, broker, solicitor, accountant or other independent financial adviser.

This Prospectus may be translated into other languages. To the extent that there is any inconsistency between the English-language Prospectus and a version in another language, the English-language Prospectus shall prevail, unless stipulated otherwise by the laws of any jurisdiction in which the Units are sold.

Investors should read and consider the risk description in Chapter 7, "Risk Factors", before investing in the Fund.

Some of the Unit Classes may be listed on the Luxembourg Stock Exchange.

The fund management company will not disclose any confidential information about investors unless it is required to do so by the applicable laws or regulations

**The Units have not been, and will not be, registered under the United States Securities Act of 1933 (the "1933 Act"), as amended, or the securities laws of any of the states of the United States of America and the Fund has not been, and will not be, registered under the United States Investment Company Act of 1940, as amended. Therefore, the Units may not be directly or indirectly offered or sold in the United States of America or to or for the benefit of a "US Person" as defined in Regulation S of the 1933 Act, except pursuant to an exemption from the registration requirements of the 1933 Act.**

2. Credit Suisse Fund (Lux) – Summary of Unit Classes <sup>(1)</sup>

Subfund Reference Currency	Unit Class	Currency	Minimum Holding	Unit Type <sup>(2)</sup>	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.) <sup>(3)</sup>	Performance Fee
Credit Suisse Fund (Lux) <b>Bond EUR</b> (EUR)	<b>A</b>	EUR	n/a	D	5.00%	2.00%	0.90%	n/a
	<b>B</b>	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>D</b> <sup>(4)</sup>	EUR	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>E</b> <sup>(4) (9)</sup>	CHF	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>E</b> <sup>(4) (9)</sup>	USD	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>F</b> <sup>(11)</sup>	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>G</b>	EUR	EUR 3,000,000	D	3.00%	2.00%	0.45%	n/a
	<b>H</b> <sup>(7) (9)</sup>	USD	USD 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>H</b> <sup>(7) (9)</sup>	CHF	CHF 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>I</b>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>K</b>	EUR	EUR 200,000	D	3.00%	2.00%	0.60%	n/a
	<b>L</b> <sup>(9)</sup>	CHF	CHF 300,000	CG	3.00%	2.00%	0.60%	n/a
	<b>L</b> <sup>(9)</sup>	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
	<b>M</b> <sup>(7)</sup>	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
	<b>P</b>	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	<b>R</b> <sup>(9)</sup>	<sup>(9)</sup>	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>R</b> <sup>(9)</sup>	CHF	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>R</b> <sup>(9)</sup>	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>S</b> <sup>(9)</sup>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>S</b> <sup>(9)</sup>	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>T</b> <sup>(11) (9)</sup>	CHF	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>T</b> <sup>(11) (9)</sup>	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>U</b> <sup>(7)</sup>	EUR	EUR 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>V</b> <sup>(9)</sup>	CHF	CHF 300,000	D	3.00%	2.00%	0.60%	n/a
	<b>V</b> <sup>(9)</sup>	USD	USD 200,000	D	3.00%	2.00%	0.60%	n/a
	<b>W</b> <sup>(7) (9)</sup>	CHF	CHF 25,000,000	CG	n/a	2.00%	0.25%	n/a
	<b>W</b> <sup>(7) (9)</sup>	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
<b>X</b> <sup>(9)</sup>	<sup>(9)</sup>	n/a	D	5.00%	2.00%	0.90%	n/a	
<b>Y</b> <sup>(9)</sup>	CHF	CHF 3,000,000	D	3.00%	2.00%	0.45%	n/a	
<b>Y</b> <sup>(9)</sup>	USD	USD 3,000,000	D	3.00%	2.00%	0.45%	n/a	
<b>Z</b> <sup>(4)</sup>	EUR	10 units	D	n/a	2.00%	n/a <sup>(6)</sup>	n/a	
Credit Suisse Fund (Lux) <b>Bond USD</b> (USD)	<b>A</b>	USD	n/a	D	5.00%	2.00%	0.90%	n/a
	<b>B</b>	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>D</b> <sup>(4)</sup>	USD	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>E</b> <sup>(4) (9)</sup>	EUR	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>E</b> <sup>(4) (9)</sup>	CHF	10 units	CG	n/a	2.00%	n/a <sup>(6)</sup>	n/a
	<b>F</b> <sup>(11)</sup>	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>G</b>	USD	USD 3,000,000	D	3.00%	2.00%	0.45%	n/a
	<b>H</b> <sup>(7) (9)</sup>	EUR	EUR 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>H</b> <sup>(7) (9)</sup>	CHF	CHF 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>I</b>	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>K</b>	USD	USD 200,000	D	3.00%	2.00%	0.60%	n/a
	<b>L</b> <sup>(9)</sup>	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	<b>L</b> <sup>(9)</sup>	CHF	CHF 300,000	CG	3.00%	2.00%	0.60%	n/a
	<b>M</b> <sup>(7)</sup>	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
	<b>P</b>	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
	<b>R</b> <sup>(9)</sup>	<sup>(9)</sup>	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>R</b> <sup>(9)</sup>	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>R</b> <sup>(9)</sup>	CHF	n/a	CG	5.00%	2.00%	0.90%	n/a
	<b>S</b> <sup>(9)</sup>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>S</b> <sup>(9)</sup>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	<b>T</b> <sup>(11) (9)</sup>	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>T</b> <sup>(11) (9)</sup>	CHF	n/a	CG	n/a	2.00%	0.25%	n/a
	<b>U</b> <sup>(7)</sup>	USD	USD 25,000,000	D	n/a	2.00%	0.25%	n/a
	<b>V</b> <sup>(9)</sup>	EUR	EUR 200,000	D	3.00%	2.00%	0.60%	n/a
	<b>V</b> <sup>(9)</sup>	CHF	CHF 300,000	D	3.00%	2.00%	0.60%	n/a
	<b>W</b> <sup>(7) (9)</sup>	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
	<b>W</b> <sup>(7) (9)</sup>	CHF	CHF 25,000,000	CG	n/a	2.00%	0.25%	n/a

Subfund Reference Currency	Unit Class	Currency	Minimum Holding	Unit Type (2)	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.) (3)	Performance Fee
	X (9)	(9)	n/a	D	5.00%	2.00%	0.90%	n/a
	Y (9)	EUR	EUR 3,000,000	D	3.00%	2.00%	0.45%	n/a
	Y (9)	CHF	CHF 3,000,000	D	3.00%	2.00%	0.45%	n/a
	Z (4)	USD	10 units	D	n/a	2.00%	n/a (6)	n/a
Credit Suisse Fund (Lux) Bond Medium Maturity EUR (EUR)	A	EUR	n/a	D	5.00%	2.00%	0.90%	n/a
	B	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	D (4)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	G	EUR	EUR 3,000,000	D	3.00%	2.00%	0.45%	n/a
	H (7) (9)	CHF	CHF 25,000,000	D	n/a	2.00%	0.25%	n/a
	H (7) (9)	USD	USD 25,000,000	D	n/a	2.00%	0.25%	n/a
	I	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	K	EUR	EUR 200,000	D	3.00%	2.00%	0.60%	n/a
	L (9)	CHF	CHF 300,000	CG	3.00%	2.00%	0.60%	n/a
	L (9)	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
	M (7)	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
	P	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	R (9)	(9)	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	CHF	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	S (9)	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	S (9)	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	T (11) (9)	CHF	n/a	CG	n/a	2.00%	0.25%	n/a
	T (11) (9)	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	U (7)	EUR	EUR 25,000,000	D	n/a	2.00%	0.25%	n/a
	V (9)	CHF	CHF 300,000	D	3.00%	2.00%	0.60%	n/a
	V (9)	USD	USD 200,000	D	3.00%	2.00%	0.60%	n/a
	W (7) (9)	CHF	CHF 25,000,000	CG	n/a	2.00%	0.25%	n/a
	W (7) (9)	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
	X (9)	(9)	n/a	D	5.00%	2.00%	0.90%	n/a
Y (9)	CHF	CHF 3,000,000	D	3.00%	2.00%	0.45%	n/a	
Y (9)	USD	USD 3,000,000	D	3.00%	2.00%	0.45%	n/a	
Z (4)	EUR	10 units	D	n/a	2.00%	n/a (6)	n/a	
Credit Suisse Fund (Lux) Bond Medium Maturity Sfr (CHF)	A	CHF	n/a	D	5.00%	2.00%	0.90%	n/a
	B	CHF	n/a	CG	5.00%	2.00%	0.90%	n/a
	D (4)	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	CHF	n/a	CG	n/a	2.00%	0.25%	n/a
	G	CHF	CHF 3,000,000	D	3.00%	2.00%	0.45%	n/a
	H (7) (9)	EUR	EUR 25,000,000	D	n/a	2.00%	0.25%	n/a
	H (7) (9)	USD	USD 25,000,000	D	n/a	2.00%	0.25%	n/a
	I	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	K	CHF	CHF 300,000	D	3.00%	2.00%	0.60%	n/a
	L (9)	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	L (9)	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
	M (7)	CHF	CHF 25,000,000	CG	n/a	2.00%	0.25%	n/a
	P	CHF	CHF 300,000	CG	3.00%	2.00%	0.60%	n/a
	R (9)	(9)	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	S (9)	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	S (9)	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	T (11) (9)	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	T (11) (9)	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	U (7)	CHF	CHF 25,000,000	D	n/a	2.00%	0.25%	n/a
	V (9)	EUR	EUR 200,000	D	3.00%	2.00%	0.60%	n/a
	V (9)	USD	USD 200,000	D	3.00%	2.00%	0.60%	n/a

Subfund Reference Currency	Unit Class	Currency	Minimum Holding	Unit Type (2)	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.) (3)	Performance Fee
	W (7) (9)	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
	W (7) (9)	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
	X (9)	(9)	n/a	D	5.00%	2.00%	0.90%	n/a
	Y (9)	EUR	EUR 3,000,000	D	3.00%	2.00%	0.45%	n/a
	Y (9)	USD	USD 3,000,000	D	3.00%	2.00%	0.45%	n/a
	Z (4)	CHF	10 units	D	n/a	2.00%	n/a (6)	n/a
Credit Suisse Fund (Lux) <b>Bond Medium Maturity USD</b> <i>(USD)</i>	A	USD	n/a	D	5.00%	2.00%	0.90%	n/a
	B	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	D (4)	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	E (4) (9)	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	G	USD	USD 3,000,000	D	3.00%	2.00%	0.45%	n/a
	H (7)	EUR	EUR 25,000,000	D	n/a	2.00%	0.25%	n/a
	H (7)	CHF	CHF 25,000,000	D	n/a	2.00%	0.25%	n/a
	I	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	K	USD	USD 200,000	D	3.00%	2.00%	0.60%	n/a
	L (9)	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	L (9)	CHF	CHF 300,000	CG	3.00%	2.00%	0.60%	n/a
	M (7)	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
	P	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
	R (9)	(9)	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	CHF	n/a	CG	5.00%	2.00%	0.90%	n/a
	S (9)	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	S (9)	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	T (11) (9)	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	T (11) (9)	CHF	n/a	CG	n/a	2.00%	0.25%	n/a
	U (7)	USD	USD 25,000,000	D	n/a	2.00%	0.25%	n/a
	V (9)	EUR	EUR 200,000	D	3.00%	2.00%	0.60%	n/a
	V (9)	CHF	CHF 300,000	D	3.00%	2.00%	0.60%	n/a
	W (7)	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
W (7)	CHF	CHF 25,000,000	CG	n/a	2.00%	0.25%	n/a	
X (9)	(9)	n/a	D	5.00%	2.00%	0.90%	n/a	
Y (9)	EUR	EUR 3,000,000	D	3.00%	2.00%	0.45%	n/a	
Y (9)	CHF	CHF 3,000,000	D	3.00%	2.00%	0.45%	n/a	
Z (4)	USD	10 units	D	n/a	2.00%	n/a (6)	n/a	
Credit Suisse Fund (Lux) <b>Bond Short Maturity EUR</b> <i>(EUR)</i>	A	EUR	n/a	D	5.00%	2.00%	0.90%	n/a
	B	EUR	n/a	CG	5.00%	2.00%	0.90%	n/a
	D (4)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	EUR	n/a	CG	n/a	2.00%	0.25%	n/a
	I	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	M (7)	EUR	EUR 25,000,000	CG	n/a	2.00%	0.25%	n/a
	P	EUR	EUR 200,000	CG	3.00%	2.00%	0.60%	n/a
	R (9)	CZK	n/a	CG	5.00%	2.00%	0.90%	n/a
	R (9)	HUF	n/a	CG	5.00%	2.00%	0.90%	n/a
R (9)	PLN	n/a	CG	5.00%	2.00%	0.90%	n/a	
Credit Suisse Fund (Lux) <b>Bond Short Maturity USD</b> <i>(USD)</i>	A	USD	n/a	D	5.00%	2.00%	0.90%	n/a
	B	USD	n/a	CG	5.00%	2.00%	0.90%	n/a
	D (4)	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	USD	n/a	CG	n/a	2.00%	0.25%	n/a
	I	USD	USD 3,000,000	CG	3.00%	2.00%	0.45%	n/a
	M (7)	USD	USD 25,000,000	CG	n/a	2.00%	0.25%	n/a
	P	USD	USD 200,000	CG	3.00%	2.00%	0.60%	n/a
R (9)	(9)	n/a	CG	5.00%	2.00%	0.90%	n/a	

<b>Subfund Reference Currency</b>	<b>Unit Class</b>	<b>Cur- rency</b>	<b>Minimum Holding</b>	<b>Unit Type (2)</b>	<b>Maximum Sales Charge</b>	<b>Maximum Adjust- ment of the Net Asset Value</b>	<b>Maximum Management Fee (p.a.) (3)</b>	<b>Perfor- mance Fee</b>
Credit Suisse Fund (Lux) <b>Commodity Index Plus (Sfr) (5)</b> <i>(CHF)</i>	<b>B</b>	CHF	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	n/a	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	n/a	0.50%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	n/a	0.60%	n/a
	<b>R (9)</b>	(9)	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>R (9)</b>	GBP	n/a	CG	5.00%	n/a	1.40%	n/a
Credit Suisse Fund (Lux) <b>Commodity Index Plus (US\$) (5)</b> <i>(USD)</i>	<b>B</b>	USD	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>D (4)</b>	USD	10 units	CG	n/a	n/a	n/a (6)	n/a
	<b>F (11)</b>	USD	n/a	CG	n/a	n/a	0.50%	n/a
	<b>I</b>	USD	USD 3,000,000	CG	3.00%	n/a	0.60%	n/a
	<b>R (9)</b>	(9)	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>R (9)</b>	GBP	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>R (9)</b>	EUR	n/a	CG	5.00%	n/a	1.40%	n/a
	<b>S (9)</b>	GBP	GBP 3,000,000	CG	3.00%	n/a	0.60%	n/a
	<b>S (9)</b>	EUR	EUR 3,000,000	CG	3.00%	n/a	0.60%	n/a
	<b>T (11) (9)</b>	EUR	n/a	CG	n/a	n/a	0.50%	n/a
Credit Suisse Fund (Lux) <b>Fixed Income Cycle Invest (EUR)</b>	<b>A</b>	EUR	n/a	D	5.00%	2.00%	1.00%	n/a
	<b>B</b>	EUR	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>D (4)</b>	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>E (4) (9)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>E (4) (9)</b>	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	EUR	n/a	CG	n/a	2.00%	0.35%	n/a
	<b>G</b>	EUR	EUR 3,000,000	D	3.00%	2.00%	0.57%	n/a
	<b>I</b>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.57%	n/a
	<b>K</b>	EUR	EUR 200,000	D	3.00%	2.00%	0.67%	n/a
	<b>L (9)</b>	CHF	CHF 300,000	CG	3.00%	2.00%	0.67%	n/a
	<b>L (9)</b>	USD	USD 200,000	CG	3.00%	2.00%	0.67%	n/a
	<b>P</b>	EUR	EUR 200,000	CG	3.00%	2.00%	0.67%	n/a
	<b>R (9)</b>	(9)	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>R (9)</b>	CHF	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>R (9)</b>	USD	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>S (9)</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.57%	n/a
	<b>S (9)</b>	USD	USD 3,000,000	CG	3.00%	2.00%	0.57%	n/a
	<b>T (11) (9)</b>	CHF	n/a	CG	n/a	2.00%	0.35%	n/a
	<b>T (11) (9)</b>	USD	n/a	CG	n/a	2.00%	0.35%	n/a
	<b>V (9)</b>	CHF	CHF 300,000	D	3.00%	2.00%	0.67%	n/a
	<b>V (9)</b>	USD	USD 200,000	D	3.00%	2.00%	0.67%	n/a
	<b>X (9)</b>	(9)	n/a	D	5.00%	2.00%	1.00%	n/a
<b>X (9)</b>	CHF	n/a	D	5.00%	2.00%	1.00%	n/a	
<b>Y (9)</b>	CHF	CHF 3,000,000	D	3.00%	2.00%	0.57%	n/a	
<b>Y (9)</b>	USD	USD 3,000,000	D	3.00%	2.00%	0.57%	n/a	
<b>Z (4)</b>	EUR	10 units	D	n/a	2.00%	n/a (6)	n/a	
Credit Suisse Fund (Lux) <b>Global Responsible Equities (EUR)</b>	<b>B</b>	EUR	n/a	CG	5.00%	2.00%	1.92%	n/a
	<b>D (4)</b>	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	EUR	n/a	CG	n/a	2.00%	0.50%	n/a
	<b>I</b>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.90%	n/a
	<b>I (8)</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.90%	n/a
	<b>P</b>	EUR	EUR 200,000	CG	3.00%	2.00%	1.25%	n/a
	<b>R (9)</b>	(9)	n/a	CG	5.00%	2.00%	1.92%	n/a
<b>S (9)</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.90%	n/a	

<b>Subfund Reference Currency</b>	<b>Unit Class</b>	<b>Cur- rency</b>	<b>Minimum Holding</b>	<b>Unit Type (2)</b>	<b>Maximum Sales Charge</b>	<b>Maximum Adjust- ment of the Net Asset Value</b>	<b>Maximum Management Fee (p.a.) (3)</b>	<b>Perfor- mance Fee</b>
Credit Suisse Fund (Lux) <b>Money Market EUR (EUR)</b>	<b>B</b>	EUR	n/a	CG	5.00%	2.00%	0.50%	n/a
	<b>D (4)</b>	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	EUR	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.25%	n/a
	<b>M (7)</b>	EUR	EUR 25,000,000	CG	n/a	2.00%	0.15%	n/a
	<b>P</b>	EUR	EUR 200,000	CG	3.00%	2.00%	0.35%	n/a
Credit Suisse Fund (Lux) <b>Money Market Sfr (CHF)</b>	<b>B</b>	CHF	n/a	CG	5.00%	2.00%	0.50%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.25%	n/a
	<b>M (7)</b>	CHF	CHF 25,000,000	CG	n/a	2.00%	0.15%	n/a
	<b>P</b>	CHF	CHF 300,000	CG	3.00%	2.00%	0.35%	n/a
Credit Suisse Fund (Lux) <b>Money Market USD (USD)</b>	<b>B</b>	USD	n/a	CG	5.00%	2.00%	0.50%	n/a
	<b>D (4)</b>	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	USD	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	USD	USD 3,000,000	CG	3.00%	2.00%	0.25%	n/a
	<b>M (7)</b>	USD	USD 25,000,000	CG	n/a	2.00%	0.15%	n/a
	<b>P</b>	USD	USD 200,000	CG	3.00%	2.00%	0.35%	n/a
Credit Suisse Fund (Lux) <b>Relative Return Engineered (Euro) (EUR)</b>	<b>A</b>	EUR	n/a	D	5.00%	2.00%	1.00%	n/a
	<b>B</b>	EUR	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>D (4)</b>	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	EUR	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.50%	n/a
	<b>P</b>	EUR	EUR 200,000	CG	3.00%	2.00%	0.65%	n/a
Credit Suisse Fund (Lux) <b>Relative Return Engineered (Sfr) (CHF)</b>	<b>A</b>	CHF	n/a	D	5.00%	2.00%	1.00%	n/a
	<b>B</b>	CHF	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.50%	n/a
	<b>P</b>	CHF	CHF 300,000	CG	3.00%	2.00%	0.65%	n/a
Credit Suisse Fund (Lux) <b>Relative Return Engineered (US\$) (USD)</b>	<b>A</b>	USD	n/a	D	5.00%	2.00%	1.00%	n/a
	<b>B</b>	USD	n/a	CG	5.00%	2.00%	1.00%	n/a
	<b>D (4)</b>	USD	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	USD	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	USD	USD 3,000,000	CG	3.00%	2.00%	0.50%	n/a
	<b>P</b>	USD	USD 200,000	CG	3.00%	2.00%	0.65%	n/a
Credit Suisse Fund (Lux) <b>SBI Foreign Corporate CHF (CHF)</b>	<b>A</b>	CHF	n/a	D	5.00%	2.00%	0.60%	n/a
	<b>B</b>	CHF	n/a	CG	5.00%	2.00%	0.60%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.40%	n/a
Credit Suisse Fund (Lux) <b>SBI Foreign Government 1-5 CHF (CHF)</b>	<b>A</b>	CHF	n/a	D	5.00%	2.00%	0.60%	n/a
	<b>B</b>	CHF	n/a	CG	5.00%	2.00%	0.60%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.40%	n/a
Credit Suisse Fund (Lux) <b>SBI Foreign Government 5+ CHF (CHF)</b>	<b>A</b>	CHF	n/a	D	5.00%	2.00%	0.60%	n/a
	<b>B</b>	CHF	n/a	CG	5.00%	2.00%	0.60%	n/a
	<b>D (4)</b>	CHF	10 units	CG	n/a	2.00%	n/a (6)	n/a
	<b>F (11)</b>	CHF	n/a	CG	n/a	2.00%	0.20%	n/a
	<b>I</b>	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.40%	n/a



Subfund Reference Currency	Unit Class	Currency	Minimum Holding	Unit Type (2)	Maximum Sales Charge	Maximum Adjustment of the Net Asset Value	Maximum Management Fee (p.a.) (3)	Performance Fee
Credit Suisse Fund (Lux) <b>Total Return Engineered (Euro)</b> (EUR)	A	EUR	n/a	D	5.00%	2.00%	1.20%	(10)
	B	EUR	n/a	CG	5.00%	2.00%	1.20%	(10)
	D (4)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	F (11)	EUR	n/a	CG	n/a	2.00%	0.20%	(10)
	I	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.70%	(10)
	P	EUR	EUR 200,000	CG	3.00%	2.00%	0.80%	(10)
Credit Suisse Fund (Lux) <b>Target Volatility (Euro)</b> (EUR)	B	EUR	n/a	CG	5.00%	2.00%	1.30%	(10)
	D (4)	EUR	10 units	CG	n/a	2.00%	n/a (6)	n/a
	I	EUR	EUR 3,000,000	CG	3.00%	2.00%	0.60%	(10)
	P	EUR	EUR 200,000	CG	3.00%	2.00%	1.00%	(10)
	R (9)	(9)	n/a	CG	5.00%	2.00%	1.30%	(10)
	R (9)	CHF	n/a	CG	5.00%	2.00%	1.30%	(10)
	R (9)	USD	n/a	CG	5.00%	2.00%	1.30%	(10)
	S (9)	CHF	CHF 3,000,000	CG	3.00%	2.00%	0.60%	(10)
	S (9)	USD	USD 3,000,000	CG	3.00%	2.00%	0.60%	(10)

- (1) This Summary of Unit Classes should not be relied upon as a substitute for reading the Prospectus.
- (2) CG = capital growth / D = distribution
- (3) The actual management fee charged shall be disclosed in the respective annual or semi-annual report.
- (4) Units of Class D, E and Z can only be acquired by those investors who have concluded a discretionary asset management agreement with a business unit of Credit Suisse Asset Management Division. However, subject to the prior consent of the Management Company, Class D, E and Z Units may also be acquired by institutional investors who have concluded an advisory agreement with a business unit of Credit Suisse Asset Management Division.
- (5) The effective date for introducing the adjustment of the Net Asset Value (Single Swing Pricing) will be determined by the Management Company and published in advance in accordance with Chapter 13, "Information for Unitholders". Before sending their subscription applications, investors must verify with the Central Administration whether the adjustment of the Net Asset Value has already been introduced.
- (6) Units of Classes D, E and Z are not subject to a management fee but only to a service fee, payable to the Central Administration, of at least 0.03% p.a. but not more than 0.15% p.a.
- (7) Units of Class H, M, U and W may only be acquired by institutional investors.
- (8) The Management Company **does not** intend to enter into forward currency contracts to hedge the exchange-rate risks relating to these Alternate Currency Classes.
- (9) Currently Class R and X Units may be issued in: CHF, EUR, GBP, USD, PLN, CZK, HUF and RON. The Management Company may decide on the issue of Class R and X Units in any additional freely convertible currencies as well as on their initial offering price at any time. Unitholders have to check with the agents mentioned in Chapter 13, "Information for Unitholders" (Management Company, Paying Agents, Information Agents and Distributors), if Units of Class R or X have been issued in additional currencies in the meantime before submitting a subscription application. With Units of Classes E, H, L, R, S, T, V, W, X and Y, the risk of an overall depreciation of the Subfund's Reference Currency against the Alternate Currency of the Unit Class is reduced significantly by hedging the Net Asset Value of the respective Unit Classes E, H, L, R, S, T, V, W, X and Y, calculated in the Subfund's Reference Currency, against the respective Alternate Currency to the currency of Unit Classes E, H, L, R, S, T, V, W, X and Y by means of forward foreign exchange transactions.
- (10) The performance fee is set out in Chapter 21, "Subfunds".
- (11) Units of Class F and T may only be acquired by investors who have concluded a discretionary asset management agreement with a business unit of Credit Suisse AG.

### 3. The Fund

Credit Suisse Fund (Lux) is an undertaking for collective investment in transferable securities in the form of a common fund ("fonds commun de placement") subject to Part I of the Law of December 17, 2010 on undertakings for collective investment ("Law of December 17, 2010") transposing Directive 2009/65/EC of the European Parliament and of the Council of July 13, 2009 on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities. The Fund is managed by Credit Suisse Fund Management S.A. ("Management Company") in accordance with the management regulations of the Fund ("Management Regulations").

The Fund's assets shall be separate from the Management Company's assets and hence shall not be liable for the obligations of the Management Company. The Fund is an undivided collection of assets and investors ("Unitholders") shall have equal undivided co-ownership rights to all of the Fund's assets in proportion to the number of Units held by them and the corresponding net asset value ("Net Asset Value") of those Units. These rights shall be represented by the Units issued by the Management Company. There is no provision in the Management Regulations for any meeting of the Unitholders.

The Management Regulations of the Fund were initially issued on October 24, 2003. They may be amended by the Management Company with the approval of the custodian bank ("Custodian Bank"). All amendments will be announced in accordance with Chapter 13 "Information for Unitholders" and will be deposited with the Registre de Commerce et des Sociétés of the Grand Duchy of Luxembourg. The amendments to the Management Regulations were last published in a note of deposit in the Mémorial, Recueil de Sociétés et Associations ("Mémorial") on October 24, 2011. The Management Regulations are filed in their consolidated, legally binding form for public reference with the Commercial and Company Register of the Luxembourg District Court.

The Management Regulations shall govern the relations between the Management Company, the Custodian Bank and the Unitholders, as described in this Prospectus. The subscription or purchase of Units shall imply acceptance of the Management Regulations by the Unitholder.

The Fund has an umbrella structure and therefore consists of at least one Subfund (each referred to as a "Subfund"). Each Subfund represents a portfolio containing different assets and liabilities and is considered to be a separate entity in relation to the Unitholders and third parties. The rights of Unitholders and creditors concerning a Subfund or which have arisen in relation to the establishment, operation or liquidation of a Subfund are limited to the assets of that Subfund. No Subfund will be liable with its assets for the liabilities of another Subfund.

The Management Company may, at any time, establish new Subfunds with Units having similar characteristics to the Units in the existing Subfunds. The Management Company may, at any time, create and issue new classes ("Classes") or types of Units within any Subfund. If the Management Company establishes a new Subfund and/or creates a new Class or type of Units, the corresponding details shall be set out in this Prospectus. A new Class or type of Units may have different features than the currently existing Classes.

The characteristics of each possible Unit Class are further described in this Prospectus, in particular in Chapter 5, "Investment in Credit Suisse Fund (Lux)" and in Chapter 2, "Summary of Unit Classes".

The individual Subfunds shall be denominated as indicated in Chapter 2, "Summary of Unit Classes" and Chapter 21, "Subfunds". The reference currency in which the Net Asset Value of the corresponding Units of a Subfund is expressed is also stipulated in Chapter 2, "Summary of Unit Classes".

Information about the performance of the individual Unit Classes of the Subfunds is contained in the Key Investor Information Document.

### 4. Investment policy

The primary objective of the Fund is to provide investors with an opportunity to invest in professionally managed portfolios. The assets of the Subfunds shall be invested, in accordance with the principle of risk diversification, in transferable securities and other assets as specified in Article 41 of the Law of December 17, 2010. The investment objective and policy of the individual Subfunds are described in Chapter 21, "Subfunds". The assets of the individual Subfunds will be invested in accordance with the investment restrictions as stipulated by the Law of December 17, 2010 and set out in this Prospectus in Chapter 6, "Investment Restrictions".

**The investment objective for each Subfund is to maximize the appreciation of the assets invested. In order to achieve this, the Fund shall assume a fair and reasonable degree of risk. However, in consideration of market fluctuations and other risks (see Chapter 7, "Risk Factors") there can be no guarantee that the investment objective of the relevant Subfunds will be achieved. The value of investments may go down as well as up and investors may not recover the value of their initial investment.**

#### Reference Currency

The reference currency is the currency in which the performance and the Net Asset Value of the Subfunds are calculated ("Reference Currency"). The Reference Currencies of the relevant Subfunds are specified in Chapter 2, "Summary of Unit Classes".

#### Liquid Assets

The Subfunds may hold ancillary liquid assets in the form of sight and time deposits with first-class financial institutions and money market instruments which do not qualify as transferable securities and have a term to maturity not exceeding 12 months, in any convertible currency.

Moreover, each Subfund may, on an ancillary basis, hold units/shares in undertakings for collective investment in transferable securities which are subject to Directive 2009/65/EC and which in turn invest in short-term time deposits and money market instruments and whose returns are comparable with those for direct investments in time deposits and money market instruments. These investments, together with any investments in other undertakings for collective investment in transferable securities and/or other undertakings for collective investment, must not exceed 10% of the total net assets of a Subfund.

#### Securities Lending and Repurchase Agreements

Subject to the investment restrictions set out below, a Subfund may from time to time enter into securities lending transactions and repurchase agreements.

#### Collective Management of Assets

For the purpose of efficient management of the Fund and where the investment policies so permit, the Management Company may opt to manage all or part of the assets of certain Subfunds in common. Assets so managed shall be referred to hereinafter as a "pool". Such pools are created solely for internal management purposes and do not constitute a separate legal entity. Therefore, they cannot be directly accessed by investors. Each of the jointly managed Subfunds shall remain entitled to its own specific assets. The assets jointly managed in the pools may be divided and transferred to all the participating Subfunds at any time.

If the assets of several Subfunds are pooled in order to be managed jointly, a written record is kept of that portion of the assets in the pool which can be allocated to each of the Subfunds concerned, with reference to the Subfund's original share in this pool. The rights of each participating Subfund to the jointly managed assets shall relate to each individual position in the respective pool. Additional investments made for the jointly managed Subfunds shall be allocated to these Subfunds in an amount proportionate to their participation while assets, which have been sold, shall be deducted from each participating Subfund's assets accordingly.

#### Cross-investments between Subfunds of the Fund

The Subfunds of the Fund may, subject to the conditions provided for in the Law of December 17, 2010, subscribe, acquire and/or hold securities to be issued or issued by one or more Subfunds of the Fund under the following conditions:

- the target Subfund does not, in turn, invest in the Subfund invested in this target Subfund; and
- no more than 10% of the assets of the target Subfund whose acquisition is contemplated may be invested in aggregate in units of other target Subfunds of the Fund; and
- voting rights, if any, attaching to the relevant securities are suspended for as long as they are held by the Subfund concerned and without prejudice to the appropriate processing in the accounts and the periodic reports; and
- in any event, for as long as these securities are held by the Fund, their value will not be taken into consideration for the calculation of the net assets of the Fund for the purposes of verifying the minimum threshold of the net assets imposed by the Law of December 17, 2010; and

- there is no duplication of management/subscription or repurchase fees between those at the level of the Subfund of the Fund having invested in the target Subfund, and this target Subfund.

## 5. Investment in Credit Suisse Fund (Lux)

### i. General Information on the Units

Each Subfund may issue Units in Classes A, B, D, E, F, G, H, I, K, L, M, P, R, S, T, U, V, W, X, Y or Z. The Unit Classes which are issued within each Subfund, together with the related fees and sales charges as well as the Reference Currency are set out in Chapter 2, "Summary of Unit Classes". A redemption fee will not be charged.

In addition, certain other fees, charges and expenses shall be paid out of the assets of the Subfunds. For further information, see Chapter 9, "Expenses and Taxes".

All Unit Classes are only available in uncertificated form and will exist exclusively as book entries.

The Units which make up each such Class of Units will either be capital-growth Units or distribution Units.

### Capital-growth Units

Classes B, D, E, F, I, L, M, P, R, S, T and W are capital-growth Units. Details of the characteristics of capital-growth Units are included in Chapter 11, "Appropriation of Net Income and Capital Gains".

### Distribution Units

Classes A, G, H, K, U, V, X, Y and Z are distributing Units. Details of the characteristics of distribution Units are included in Chapter 11, "Appropriation of Net Income and Capital Gains".

### Unit Classes dedicated to a specific type of investors

Units in Classes D, E and Z may only be acquired by investors who have concluded a discretionary asset management agreement with a business unit of Credit Suisse Asset Management Division. Furthermore, subject to the prior consent of the Management Company, Class D, E and Z Units may also be acquired by institutional investors (according to Article 174 (2) c) of the Law of December 17, 2010) who have concluded an advisory agreement with a business unit of Credit Suisse Asset Management Division. Where such a discretionary asset management or advisory agreement has been terminated, Class D, E and Z Units held by the investor at that time, shall be sold automatically or, according to the request of the investor, converted into another Unit Class. Moreover, Class D, E and Z Units are not transferable without the approval of the Management Company. Class D, E and Z Units shall not be subject to a management fee or a sales charge, however a service fee payable to the central administration ("Central Administration") will be charged. A minimum initial investment and holding is required for these Unit Classes, as specified in Chapter 2, "Summary of Unit Classes".

Class F and T Units may only be acquired by investors who have concluded a discretionary asset management agreement with a business unit of Credit Suisse AG. Where such a discretionary asset management agreement has been terminated, Class F and T Units held by the investor at that time, shall be sold automatically or, according to the request of the investor, converted into another Unit Class. Moreover, Class F and T Units are not transferable without the approval of the Management Company. Class F and T Units shall not be subject to a sales charge and benefit from a reduced management fee as specified in Chapter 2, "Summary of Unit Classes".

Class H, M, U and W Units may only be acquired by institutional investors according to Article 174 (2) c) of the Law of December 17, 2010. Class H, M, U and W Units are subject to initial minimum investment and holding requirements and benefit from a reduced management fee and, if applicable, no sales charges will be applied as specified in Chapter 2, "Summary of Unit Classes".

### Minimum Holding

Class D, E, G, H, I, K, L, M, P, S, U, V, W, Y and Z Units are subject to a initial minimum investment and holding amount and benefit from reduced management fees and sales charges (if applicable) as specified in Chapter 2, "Summary of Unit Classes".

### Hedged Unit Classes

Class E, H, L, R, S, T, V, W, X and Y Units are issued in one or more alternate currencies, as set out in Chapter 2, "Summary of Unit Classes", depending on the relevant Subfund. In order to reduce the risk of an overall depreciation of the Subfund's Reference Currency against the alternate currency of the Unit Classes E, H, L, R, S, T, V, W, X and Y, the Net Asset Value of the respective Unit Class E, H, L, R, S, T, V, W, X and Y, as calculated in the Subfund's Reference Currency, will be hedged against the respective alternate currency of Unit Class E, H, L, R, S, T, V, W, X and Y through the use of forward foreign exchange transactions. However, no assurance can be given that the hedging objective will be achieved.

Consequently, the currency risk of the investment currencies (except for the Reference Currency) versus the alternate currency will not be hedged or will only be partially hedged.

Class E, H, L, R, S, T, V, W, X and Y Units are subject to the management fee and sales charges set out in Chapter 2, "Summary of Unit Classes". Subscriptions of Class L, S, V and Y Units are subject to the minimum initial investment and holding requirements as set out in Chapter 2, "Summary of Unit Classes".

### Issue Price

Unless otherwise determined by the Management Company, the initial issue price of Unit Classes A, B, R and X amounts to EUR 100, CHF 100, USD 100, RON 100, PLN 100, GBP 100, CZK 1000 and/or HUF 10,000, and of Unit Classes D, E, F, G, H, I, K, L, M, P, S, T, U, V, W, Y, Z to EUR 1000, CHF 1000, USD 1000 and/or GBP 1000, depending on the currency denomination of the Unit Class in the respective Subfund and its characteristics.

After the initial offering, Units may be subscribed at the applicable Net Asset Value.

The Management Company may, at any time, decide on the issue of Unit Classes in any additional freely convertible currencies at an initial issue price to be determined by the Management Company.

Except in case of alternate currency Unit Classes, Unit Classes shall be denominated in the Reference Currency of the Subfund to which they relate (as specified in Chapter 21, "Subfunds" and Chapter 2, "Summary of Unit Classes").

Investors may, at the discretion of the Central Administration, pay the subscription monies for Units in a convertible currency other than the currency in which the relevant Unit Class is denominated. As soon as the receipt is determined by the Custodian Bank, such subscription monies shall be automatically converted by the Custodian Bank into the currency in which the relevant Units are denominated. Further details are set out in Chapter 5, "Subscription of Units".

The Management Company may, at any time, issue within a Subfund one or more Unit Classes, which may be denominated in a currency other than the Subfund's Reference Currency ("Alternate Currency Class"). The issue of each further or Alternate Currency Class is specified in Chapter 2, "Summary of Unit Classes". The Management Company may enter into forward currency contracts for, and at the expense of, this Alternate Currency Class in order to limit the effect of price fluctuations in this alternate currency. However, no assurance can be given that the hedging objective would be achieved.

In the case of Subfunds with Alternate Currency Classes, the currency hedging transactions for one Unit Class may, in exceptional cases, adversely affect the Net Asset Value of the other Unit Classes.

Units may be held through collective depositories. In such cases Unitholders shall receive a confirmation in relation to their Units from the depository of their choice (for example, their bank or broker), or Units may be held by Unitholders directly in a registered account kept for the Fund and its Unitholders by the Fund's Central Administration. These Unitholders will be registered by the Central Administration. Units held by a depository may be transferred to an account of the Unitholder with the Central Administration or to an account with other depositories approved by the Management Company or, except for Class F, H, D, E, K, L, M, T, P, U, W and Z Units, with an institution participating in the securities and fund clearing systems. Conversely, Units credited to a Unitholder's account kept by the Central Administration may at any time be transferred to an account with a depository.

The Management Company may divide or merge the Units in the interest of the Unitholders.

**ii. Subscription of Units**

Unless stated otherwise in Chapter 21, "Subfunds", Units may be subscribed on any day on which banks are normally open for business in Luxembourg ("Banking Day") at the Net Asset Value per Unit of the relevant Unit Class of the Subfund, which is calculated on the next Valuation Day (as defined in Chapter 8, "Net Asset Value") following such Banking Day according to the calculation method described in Chapter 8, "Net Asset Value" plus the applicable initial sales charge and any taxes. The applicable maximum sales charge levied in connection with the Units of the Fund is indicated in Chapter 2, "Summary of Unit Classes".

Unless otherwise specified in Chapter 21, "Subfunds", subscription applications must be submitted in written form to the Central Administration or a distributor authorized by the Management Company to accept applications for the subscription or redemption of Units ("Distributor" or "Distributors") before 3 p.m. (Central European Time). Subscription applications shall be settled on the Valuation Day following the Banking Day on which receipt of the subscription application is determined by the respective Distributor or the Central Administration before 3 p.m. (Central European Time). Subscription applications received after 3 p.m. on a Banking Day shall be deemed to have been received prior to 3 p.m. on the following Banking Day.

Unless stated otherwise in Chapter 21, "Subfunds", payment must be received within two Banking Days after the Valuation Day on which the issue price of such Units was determined.

Charges to be paid due to the subscription of Units shall accrue to the banks and other financial institutions engaged in the distribution of the Units. Any taxes incurred on the issue of Units shall also be charged to the investor. Subscription amounts shall be paid in the currency in which the relevant Units are denominated or, if requested by the investor and at the sole discretion of the Central Administration, in another convertible currency. Payment shall be effected by bank transfer to the bank accounts of the Custodian Bank, which are indicated in the subscription form. Investors may also enclose a check with the subscription form. The check fee, if any, shall be deducted from the subscription amount before allocating it to the purchase of Units.

The Management Company may in the interest of the Unitholders accept transferable securities and other assets permitted by Part I of the Law of December 17, 2010 as payment for subscription ("contribution in kind"), provided, the offered transferable securities and assets correspond to the investment policy and restrictions of the relevant Subfund. Each payment of Units in return for a contribution in kind is part of a valuation report issued by the auditor of the Fund. The Management Company may at its sole discretion, reject all or several offered transferable securities and assets without giving reasons. All costs caused by such contribution in kind (including the costs for the valuation report, broker fees, expenses, commissions, etc.) shall be borne by the investor.

The Units shall be issued upon the receipt of the issue price with the correct value date by the Custodian Bank. Notwithstanding the above, the Management Company may, at its own discretion, decide that the subscription application will only be accepted once these monies are received by the Custodian Bank.

If the payment is made in a currency other than the one in which the relevant Units are denominated, the proceeds of conversion from the currency of payment to the currency of denomination less fees and exchange commission shall be allocated to the purchase of Units.

The minimum value or number of Units which must be held by a Unitholder in a particular Unit Class is set out in Chapter 2, "Summary of Unit Classes", if applicable. Such minimum initial investment and holding requirement may be waived in any particular case at the sole discretion of the Management Company.

Subscriptions and redemptions of fractions of Units shall be permitted up to three decimal places. A holding of fractional Units shall entitle the Unitholder to proportional rights in relation to such Units. It might occur that clearing institutions will be unable to process holdings of fractional Units. Investors should verify whether that is the case.

The Management Company and the Central Administration are entitled to refuse any subscription application in whole or in part for any reason, and may in particular prohibit or limit the sale of Units to individuals or corporate bodies in certain countries or regions if such sales might be detrimental to the Fund or if a subscription in the country concerned is in contravention of applicable laws. Moreover, where new investments would adversely affect the achievement of the investment objective, the Management Company may decide to suspend the issue of Units on a permanent or temporary basis.

**iii. Redemption of Units**

Unless otherwise specified in Chapter 21, "Subfunds", the Management Company shall in principle redeem Units on any Banking Day at the Net Asset Value per Unit of the relevant Unit Class of the Subfund (based on the calculation method described in Chapter 8, "Net Asset Value"), applicable on the Valuation Day following such Banking Day, less any redemption charge, if applicable. For this purpose, redemption applications must be submitted to the Central Administration or Distributor. Redemption applications for Units held through a depository must be submitted to the depository concerned. Unless otherwise specified in Chapter 21, "Subfunds", redemption applications must be received by the Central Administration or the Distributor before 3 p.m. (Central European Time) on a Banking Day. Redemption applications received after 3 p.m. on a Banking Day shall be dealt with on the following Banking Day.

If the execution of a redemption application would result in the relevant investor's holding in a particular Unit Class falling below the minimum holding requirement for that Class as set out in Chapter 2, "Summary of Unit Classes", the Management Company may, without further notice to the Unitholder, treat such redemption application as though it were an application for the redemption of all Units of that Class held by the Unitholder.

Class D, E and Z Units, which may only be purchased by investors who have signed a discretionary asset management or advisory agreement with a business unit of Credit Suisse Asset Management Division, shall automatically be redeemed if the corresponding discretionary asset management or advisory agreement has been terminated, unless the Unitholder has requested conversion into another Unit Class.

Class F and T Units, which may only be purchased by investors who have concluded a discretionary asset management agreement with a business unit of Credit Suisse AG, shall automatically be redeemed if the corresponding discretionary asset management agreement has been terminated, unless the Unitholder has requested conversion into another Unit Class.

Unless otherwise specified in Chapter 21, "Subfunds", Units shall be redeemed at the relevant Net Asset Value per Unit calculated on the Valuation Day following the Banking Day on which receipt of the redemption application is determined by the respective Distributor or the Central Administration before 3 p.m. (Central European Time).

Whether and to what extent the redemption price is lower or higher than the issue price paid depends on the development of the Net Asset Value of the relevant Unit Class.

Payment of the redemption price of the Units shall be made within two Banking Days following calculation of the redemption price, unless otherwise specified in Chapter 21, "Subfunds". This does not apply where specific statutory provisions, such as foreign exchange or other transfer restrictions or other circumstances beyond the Custodian Bank's control make it impossible to transfer the redemption amount.

In the case of large redemption applications, the Management Company may decide to settle redemption applications once it has sold corresponding assets of the Fund without undue delay. Where such a measure is necessary, all redemption applications received on the same day shall be settled at the same price.

Payment shall be made by means of remittance to a bank account or, if possible, by cash in the currency that is legal tender in the country where payment is to be made, after conversion of the amount in question. If, at the sole discretion of the Custodian Bank, payment is to be made in a currency other than the one in which the relevant Units are denominated, the amount to be paid shall be the proceeds of conversion from the currency of denomination to the currency of payment less all fees and exchange commission.

Upon payment of the redemption price, the corresponding Unit shall cease to be valid.

The Management Company may at any time and at its own discretion proceed to redeem Units held by Unitholders who are not entitled to acquire or possess these Units. In particular, the Management Company is entitled to compulsorily redeem all Units held by a Unitholder where any of the representations and warranties made in connection with the acquisition of the Units was not true or has ceased to be true or such Unitholder fails to comply with any applicable eligibility condition for a Unit Class. The Management Company is also entitled to compulsorily redeem all Units held by a Unitholder in any other circumstances in which the Management Company determines that such compulsory redemption would avoid material legal, regulatory, pecuniary, tax, economic, proprietary,

administrative or other disadvantages to the Fund, including but not limited to the cases where such Units are held by Unitholder who are not entitled to acquire or possess these Units or who fail to comply with any obligations associated with the holding of these Units under the applicable regulations.

#### iv. Conversion of Units

Unless otherwise specified in Chapter 21, "Subfunds", Unitholders of a particular Unit Class of a Subfund may at any time convert all or part of their Units into Units of the same Class of another Subfund or into another Class of the same or another Subfund, provided that the requirements (see Chapter 2, "Summary of Unit Classes") for the Unit Class into which such Units are converted are complied with. The fee charged for such conversions shall not exceed half the initial sales charge of the Class into which the Units are converted. Unless otherwise specified in Chapter 21, "Subfunds", conversion applications must be completed and submitted to the Central Administration or the Distributor before 3 p.m. (Central European Time) on a Banking Day. Conversion applications received after 3 p.m. shall be dealt with on the following Banking Day. Conversion shall take place on the basis of the applicable Net Asset Value per Unit calculated on the Valuation Day following the Banking Day on which receipt of the conversion application is determined by the respective Distributor or the Central Administration before 3 p.m. (Central European Time). Conversions of Units will only be made on a Valuation Day, if the Net Asset Value in both relevant Unit Classes is calculated.

Where processing an application for the conversion of Units would result in the relevant Unitholder's holding in a particular Class of Units falling below the minimum holding requirement for that Class set out in Chapter 2, "Summary of Unit Classes", the Management Company may, without further notice to the Unitholder, treat such conversion application as though it were an application for the conversion of all Units held by the Unitholder in that Class of Units.

Where Units denominated in one currency are converted into Units denominated in another currency, the foreign exchange and conversion fees incurred will be taken into consideration and deducted.

#### v. Suspension of the Subscription, Redemption, Conversion of Units and the Calculation of the Net Asset Value

The Management Company may suspend the calculation of the Net Asset Value and/or the issue, redemption and conversion of Units of a Subfund where a substantial proportion of the assets of the Subfund:

- a) cannot be valued, because a stock exchange or market is closed on a day other than a usual public holiday, or when trading on such stock exchange or market is restricted or suspended; or
- b) is not freely disposable, because a political, economic, military, monetary or any other event beyond the control of the Management Company does not permit the disposal of the Subfund's assets, or such disposal would be detrimental to the interests of Unitholders; or
- c) cannot be valued, because disruption to the communications network or any other reason makes a valuation impossible; or
- d) is not available for transactions, because restrictions on foreign exchange or other types of restrictions make asset transfers impracticable or it can be objectively demonstrated that transactions cannot be effected at normal foreign exchange rates.

Investors applying for, or who have already applied for, the subscription, redemption or conversion of Units in the respective Subfund shall be notified of the suspension without delay. Notice of the suspension shall also be published as described in Chapter 13, "Information for Unitholders", if, in the opinion of the Management Company, the suspension is likely to last for longer than one week.

Suspension of the calculation of the Net Asset Value of one Subfund shall not affect the calculation of the Net Asset Value of the other Subfunds if none of the above conditions apply to such other Subfunds.

#### vi. Measures to combat Money-Laundering

The Distributors are obliged by the Management Company to ensure compliance with all current and future statutory or professional regulations in Luxembourg aimed at combating money laundering and terrorist financing. These regulations stipulate that the Distributors are under obligation, prior to submitting any application form to the Central Administration, to verify the identity of the purchaser and beneficial owner as follows:

- a) Where the subscriber is an individual, a copy of the passport or identity card of the subscriber (and the beneficial owner/s of the Units where the subscriber is acting on behalf of another individual), which has been properly verified by a suitably qualified official of the country in which such individual is domiciled;
- b) Where the subscriber is a company, a certified copy of the company's registration documentation (e.g. articles of association or incorporation) and an excerpt from the relevant commercial register. The company's representatives and (where the shares issued by a company are not sufficiently broadly distributed among the general public) shareholders must then observe the disclosure requirements given in point a) above.

The Central Administration of the Fund is however entitled at its own discretion to request, at any time, further identification documentation related to a subscription application or to refuse to accept subscription applications upon the submission of all documentary evidence.

The Distributors shall ensure that their sales offices adhere to the above verification procedure at all times. The Central Administration and the Management Company shall at all times be entitled to request evidence of compliance from the Distributors. Furthermore, the Distributor accepts that it is subject to, and must properly enforce, the national regulations aimed at combating money laundering and terrorist financing.

The Central Administration is responsible for observing the above-mentioned verification procedure in the event of subscription applications submitted by Distributors which are not operators in the financial sector or which are operators in the financial sector but are not subject to an identity verification requirement equivalent to that existing under Luxembourg law. Permitted financial sector operators from Member States of the EU, EEA and/or FATF (Financial Action Task Force on Money Laundering) are generally deemed to be subject to an identity verification requirement equivalent to that existing under Luxembourg law.

#### vii. Market Timing

The Management Company does not permit practices related to "Market Timing" (i.e. a method through which an investor systematically subscribes and redeems or converts Units of Classes within a short time period, by taking advantage of time differences and/or imperfections or deficiencies in the method of determination of the Net Asset Value). It therefore reserves the right to reject subscription and conversion applications from an investor who the Fund suspects of using such practices and to take, if appropriate, the necessary measures to protect the other investors of the Fund.

## 6. Investment Restrictions

For the purpose of this Chapter, each Subfund shall be regarded as a separate Fund within the meaning of Article 40 of the Law of December 17, 2010.

The following provisions shall apply to the investments made by each Subfund:

- 1) The Fund's investments may comprise only one or more of the following:
  - a) transferable securities and money market instruments admitted to or dealt in on a regulated market; for these purposes, a regulated market is any market for financial instruments within the meaning of Directive 2004/39/EC of the European Parliament and of the Council of April 21, 2004 on markets in financial instruments as amended;
  - b) transferable securities and money market instruments dealt in on another market in a Member State which is regulated, operates regularly and is recognized and open to the public; for the purpose of this Chapter "Member State" means a Member State of the European Union ("EU") or the States of the European Economic Area ("EEA");
  - c) transferable securities and money market instruments admitted to official listing on a stock exchange in a non-Member State of the European Union or dealt in on another market in a non-Member State of the European Union which is regulated, operates regularly and is recognized and open to the public, and is established in a country in Europe, America, Asia, Africa or Oceania;
  - d) recently issued transferable securities and money market instruments, provided that the terms of issue include an undertaking that application will be made for admission to

- official listing on stock exchanges or markets as per paragraphs a), b) or c) above and provided such admission takes place within one year of issue;
- e) units or shares of undertakings for collective investment in transferable securities authorized according to Directive 2009/65/EC ("UCITS") and/or other undertakings for collective investment within the meaning of Article 1, paragraph 2, points a) and b) of Directive 2009/65/EC ("UCI"), whether or not established in a Member State, provided that:
- these other UCI are authorized under laws which provide that they are subject to supervision considered by the supervisory authority responsible for the Fund, to be equivalent to that required by EU Community law and that cooperation between the supervisory authorities is sufficiently ensured,
  - the level of protection for share-/unitholders of the other UCIs is equivalent to that provided for share-/unitholders in a UCITS, and in particular that the rules on asset segregation, borrowing, lending and uncovered sales of transferable securities and money market instruments are equivalent to the requirements of Directive 2009/65/EC,
  - the business activities of the other UCIs are reported in semi-annual and annual reports to enable an assessment of the assets and liabilities, income and operations over the reporting period,
  - the UCITS or other UCIs whose units/shares are to be acquired, may not, pursuant to their management regulation or instruments of incorporation, invest more than 10% of their total net assets in units/shares of other UCITS or other UCIs;
- f) deposits with a credit institution which are repayable on demand or have the right to be withdrawn, and maturing in no more than 12 months, provided that the credit institution has its registered office in a Member State or, if the registered office of the credit institution is situated in a third country, provided that it is subject to prudential rules considered by the supervisory authority responsible for the Fund, as equivalent to those laid down in EU Community law;
- g) financial derivative instruments, including equivalent cash-settled instruments which are dealt in on the regulated markets specified under paragraphs a), b) and c) above and/or financial derivative instruments which are dealt in over-the-counter ("OTC derivatives"), provided that:
- the underlying consists of instruments within the meaning of Article 41, paragraph (1) of the Law of December 17, 2010, financial indices, interest rates, foreign exchange rates or currencies, in which the Fund may invest according to its investment objectives,
  - the counterparties to OTC derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the supervisory authority responsible for the Fund, and
  - the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Fund's initiative;
- h) money market instruments other than those dealt in on a regulated market but which are normally traded on the money market and are liquid, and whose value can be precisely determined at any time, provided the issue or issuer of such instruments is itself regulated for the purpose of protecting investors and savings, and provided that these investments are:
- issued or guaranteed by a central, regional or local authority or by a central bank of a Member State, the European Central Bank, the European Union or the European Investment Bank, a non-Member State or, in case of a federal State, by one of the members making up the federation, or by a public international body to which one or more Member States belong, or
  - issued by an undertaking any securities of which are dealt in on regulated markets referred to in paragraphs a), b) or c) above, or
  - issued or guaranteed by an establishment subject to prudential supervision, in accordance with criteria defined by EU Community law, or issued or guaranteed by an establishment that is subject to and complies with supervisory rules considered by the supervisory authority responsible for the Fund, to be at least as stringent as those required by EU Community law, or
  - issued by other bodies belonging to the categories approved by the supervisory authority responsible for the Fund, provided that investments in such instruments are subject to investor protection equivalent to that laid down in the first, the second or the third indent of this paragraph h) and provided that the issuer is a company whose capital and reserves amount to at least ten million euro (EUR 10,000,000) and which presents and publishes its annual financial statements in accordance with the fourth Directive 78/660/EEC or is an entity, which within a group of companies comprising one or several listed companies, is dedicated to the financing of the group, or is an entity which is dedicated to the financing of securitization vehicles which benefit from a banking liquidity line.
- 2) The Subfunds shall not, however, invest more than 10% of their total net assets in transferable securities or money market instruments other than those referred to in section 1). The Subfunds may hold ancillary liquid assets in different currencies.
- 3) The Management Company applies a risk management process which enables it to monitor and measure at any time the risk of the investment positions and their contribution to the overall risk profile of the portfolio and a process for accurate and independent assessment of the value of OTC derivatives. Unless specified otherwise in Chapter 21, "Subfunds", each Subfund may, for the purpose of (i) hedging, and/or (ii) efficient portfolio management, and/or (iii) implementing its investment strategy, and subject to the provisions set out below, engage in foreign exchange transactions and/or use financial derivative instruments and/or techniques based on transferable securities, money market instruments or forward contracts on stock exchange indices within the meaning of Part I of the Law of December 17, 2010.
- a) In this regard, each Subfund may acquire call and put options on securities, stock exchange indices and other admissible financial instruments.
- b) Moreover, each Subfund may sell call options on stock exchange indices and other permitted financial instruments if (i) it holds either the underlying securities, matching call options or other instruments which provide sufficient hedging for the commitments arising from these contracts or if (ii) such transactions are hedged by matching contracts or similar instruments or (iii) if the liquidity of the underlying instruments is such that the open positions arising therefrom can be covered at any time.
- c) In case of sale of put options on securities, stock exchange indices or other permitted financial instruments, an equivalent value to the commitment taken must be covered for the entire duration of the contract by liquid assets, money market instruments or short-term debt securities, with a residual term to maturity of maximum twelve months.
- d) In order to hedge the risk of unfavorable price movements or for other purposes, each Subfund may buy and sell futures on stock exchange indices or any other types of financial instruments.
- e) In order to manage interest rate risks, each Subfund may buy and sell interest rate futures as well as interest rate options or call and put options provided that the commitments entered into do not exceed the value of the securities held in this currency.
- f) In addition to the aforementioned transactions, and subject to the conditions and restrictions specified in the present section 3), each Subfund may, for the purpose of efficient portfolio management, buy and sell futures and options (which may have all financial instruments as underlying) and enter into swap transactions (interest rate swaps and combined interest rate/currency swaps or total return swaps), The counterparty to these transactions must, however, be a first-class financial institution, which is specialized in this type of transactions. The

overall risk associated with the swap transactions must not exceed the total net assets of the relevant Subfund.

Furthermore, in the case of OTC transactions (e.g. total return swaps or share basket forwards), the overall risk of default in relation to the same counterparty must not exceed 10% of the assets of a Subfund. The counterparties to such transactions must have sufficient liquidity to meet their obligations at market conditions at any time. The instruments underlying the OTC transactions must comply with Art. 41 (1) of the Law of December 17, 2010.

- g) For the purpose of managing credit risks, the Management Company may also conclude credit default swaps ("CDS"), provided that the counterparty is a first-class financial institution specialized in this type of transaction. In such transactions, both the contracting partner and the underlying borrower/s are at any time subject to the investment principles set out in section 4) below. CDS may also be used for purposes other than hedging.

The total commitment arising from CDS not used for the purpose of hedging may not exceed 20% of the Subfund's total net assets. The commitment must be in the exclusive interest of the respective Subfund and comply with its investment policy. As regards the investment restrictions set out in section 4) below, the bonds underlying the CDS as well as the respective counterparty must be taken into account. Notwithstanding the above, and provided it is specified in Chapter 21, "Subfunds", each Subfund may enter into CDS not serving the purpose of hedging for up to 100% of its total net assets, though the commitments arising from the protection-buying and protection-providing positions may not in total exceed 100% of the total net assets of the respective Subfund.

- h) For each Subfund the Management Company may also use credit linked notes ("CLN") for the purpose of managing credit risk, provided such securities are issued by first-class financial institutions and are securities within the meaning of Article 41 of the Law of December 17, 2010 and correspond at any time to the investment principles set out in section 4) below.

- i) In order to hedge currency risks and to gear its assets to one or several other currencies that conform to the investment policy, each Subfund may sell currency futures and call options on currencies, buy put options on currencies, sell currencies forward or enter into currency swaps with first-class financial institutions specialized in this type of transaction. In case of hedging transactions, there must be a direct link between the transactions and the assets to be hedged; i.e. the volume of the above-mentioned transactions in any particular currency may not exceed the total net assets of the Subfund denominated in that currency, nor may the duration of such transactions exceed the period for which the assets are held by a Subfund.

Furthermore, the Subfund may hedge another currency (exposure currency) against the reference currency: in the place of the exposure currency, the Subfund may sell another currency closely connected with said currency, providing that the two currencies are highly likely to develop in the same way. Each Subfund may also sell a currency in which it has exposure and in return acquire more of another currency in which exposure can also be created, provided that such hedge transactions are an efficient instrument for achieving the desired currency and investment exposure.

Unless otherwise specified in Chapter 21, "Subfunds", the forward currency exposure sold by a Subfund may not exceed the exposure of the underlying investments; this applies both to an individual currency and to the overall currency exposure.

The global exposure related to the use of financial derivatives is calculated taking into account the current value of the underlying assets, the counterparty risk, future market movements and the time available to liquidate the positions. This shall also apply to the following subparagraphs.

As part of its investment policy and within the limits laid down in section 4) paragraph e), each Subfund may invest in financial derivative instruments, provided that the exposure to the underlying assets does not exceed in aggregate the investment limits laid down

in section 4). If a Subfund invests in index-based financial derivative instruments, these investments do not have to be combined to the limits laid down in section 4). When a transferable security or a money market instrument embeds a derivative instrument, the derivative instrument shall be taken into account when complying with the requirements of this section.

The global exposure may be calculated through the commitment approach or the Value-at-Risk (VaR) methodology as specified for each Subfund in Chapter 21, "Subfunds".

The standard commitment approach calculation converts the financial derivative position into the market value of an equivalent position in the underlying asset of that derivative. When calculating global exposure using the commitment approach, the Fund may benefit from the effects of netting and hedging arrangements.

Value-at-Risk provides a measure of the potential loss that could arise over a given time interval under normal market conditions, and at a given confidence level. The Law of December 17, 2010 foresees a confidence level of 99% with a time horizon of one month.

Unless otherwise specified in Chapter 21, each Subfund shall ensure that its global exposure to financial derivative instruments computed on a commitment basis does not exceed 100% of its total net assets or that the global exposure computed based on a Value-at-Risk method does not exceed either (i) 200% of the reference portfolio (benchmark) or (ii) 20% of the total net assets.

The risk management of the Management Company supervises the compliance of these provision in accordance with the requirements of applicable circulars or regulation issued by the Luxembourg supervisory authority (Commission de Surveillance du Secteur Financier) or any other European authority authorized to issue related regulation or technical standards.

- 4) a) No more than 10% of the total net assets of each Subfund may be invested in transferable securities or money market instruments issued by the same issuer. In addition, the total value of all transferable securities and money market instruments of those issuers, in which the Fund invests more than 5% of its total net assets, shall not exceed 40% of the value of its total net assets. No Subfund may invest more than 20% of its total net assets in deposits made with the same body. The risk exposure to a counterparty of a Subfund in an OTC derivative transaction may not exceed the following percentages:
- 10% of total net assets if the counterparty is a credit institution referred to in Chapter 6, "Investment Restrictions", section 1) paragraph f), or
  - 5% of total net assets in other cases.
- b) The 40% limit specified in section 4) paragraph a) is not applicable to deposits and OTC derivative transactions made with financial institutions subject to prudential supervision. Irrespective of the limits specified in paragraph 4) point a), each Subfund shall not combine, where this would lead to investing more than 20% of its total net assets in a single body, any of the following:
- investments in transferable securities or money market instruments issued by that body, or
  - deposits made with that body, or
  - exposures arising from OTC derivatives transactions undertaken with that body.
- c) The limit of 10% stipulated in section 4) paragraph a) is raised to a maximum of 35% if the securities or money market instruments are issued or guaranteed by a Member State, by its public local authorities, by a non-Member State or by public international bodies to which one or more Member States belong.
- d) The 10% limit stipulated in section 4) paragraph a) is raised to 25% for bonds issued by a credit institution which has its registered office in a Member State and is subject by law to special public supervision designed to protect bondholders. In particular, sums deriving from the issue of those bonds must be invested in accordance with the legal requirements in assets which, during the whole period of validity of the bonds, are capable of covering claims attaching to the bonds and which, in case of bankruptcy of the issuer, would be used on a priority basis for the reimbursement of the principal and payment of the

accrued interest. If a Subfund invests more than 5% of its total net assets in bonds referred to in this paragraph which are issued by a single issuer, the total value of these investments may not exceed 80% of the Subfund's total net assets.

- e) The transferable securities and money market instruments referred to in paragraphs c) and d) of this section 4) shall not be taken into account for the purpose of applying the limit of 40% referred to under paragraph a) of this section. The limits specified under paragraphs a), b), c) and d) shall not be combined; thus investments in transferable securities or money market instruments issued by the same issuer or in deposits or derivative instruments made with this body carried out in accordance with paragraphs a), b), c) and d) shall not exceed in total 35% of a Subfund's total net assets. Companies which belong to the same group for the purposes of the preparation of consolidated financial statements in accordance with Directive 83/349/EEC as amended or restated or in accordance with internationally recognized accounting rules, shall be regarded as a single issuer for the purpose of calculating the investment limits specified in the present section 4). A Subfund may cumulatively invest up to a limit of 20% of its total net assets in transferable securities and money market instruments within the same group.
- f) **The limit of 10% stipulated in section 4) paragraph a) is raised to 100% if the transferable securities and money market instruments involved are issued or guaranteed by a Member State, one or more of its local authorities, a non-Member State of the European Union or public international body to which one or more Member States of the European Union belong. In such case, the Subfund concerned must hold securities or money market instruments from at least six different issues, and the securities or money market instruments of any single issue shall not exceed 30% of the Subfund's total assets.**
- g) Without prejudice to the limits laid down in section 7), the limits laid down in the present section 4) are raised to a maximum of 20% for investments in shares and/or debt securities issued by the same body, when the aim of the Subfund's investment policy is to replicate the composition of a certain stock or debt securities index which is recognized by the supervisory authority responsible for the Fund, on the following basis:
- the composition of the index is sufficiently diversified,
  - the index represents an adequate benchmark for the market to which it refers,
  - it is published in an appropriate manner.

The aforementioned limit of 20% may be raised to a maximum of 35% where that proves to be justified by exceptional market conditions in particular in regulated markets where certain transferable securities or money market instruments are highly dominant. The investment up to this limit is only permitted for a single issuer.

- 5) The Fund will not invest more than 10% of the total net assets of any Subfund in units/shares of other UCITS and/or in other UCIs ("Target Funds") pursuant to section 1) paragraph e) unless otherwise specified in the investment policy applicable to a Subfund as described in Chapter 21, "Subfunds".
- Where a higher limit as 10% is specified in Chapter 21, "Subfunds", the following restrictions shall apply:
- No more than 20% of a Subfund's total net assets may be invested in units/shares of a single UCITS or other UCI. For the purpose of application of this investment limit, each compartment of a UCITS or other UCI with multiple compartments is to be considered as a separate issuer provided that the principle of segregation of the obligations of the various compartments vis-à-vis third parties is ensured.
  - Investments made in units/shares of UCI other than UCITS may not in aggregate exceed 30% of the total net assets of the Subfund.

Where a Subfund invests in units/shares of other UCITS and/or other UCI that are managed, directly or by delegation, by the same management company or by any other company with which the Management Company is linked by common management or control, or by a direct or indirect holding of more than 10% of the

capital or votes ("Affiliated Funds"), the Management Company or the other company may not charge subscription or redemption fees on account of the Subfund's investment in the units/shares of such Affiliated Funds.

Unless specified otherwise in Chapter 21, "Subfunds", no management fee corresponding to the volume of these investments in Affiliated Funds may be charged at the level of the respective Subfund, unless the Affiliated Fund itself does not charge any management fee.

Investors should note that for investments in units/shares of other UCITS and/or other UCI the same costs may generally arise both at the Subfund level and at the level of the other UCITS and/or UCI itself.

- 6) To ensure efficient portfolio management, each Subfund may, in compliance with the provisions of CSSF Circular 08/356, purchase or sell securities in the context of securities repurchase transactions.
- 7) a) The Fund's assets may not be invested in securities carrying voting rights which would allow the Fund to exercise significant influence on the management of an issuer.
- b) Moreover, the Fund may not acquire more than:
- 10% of the non-voting shares of the same issuer,
  - 10% of the debt securities of the same issuer,
  - 25% of the units/shares of one and the same UCITS or other UCI,
  - 10% of the money market instruments of the same issuer.
- In the last three cases, the restriction shall not apply if the gross amount of bonds or money market instruments, or the net amount of the instruments in issue cannot be calculated at the time of acquisition.
- The restrictions set out under paragraphs a) and b) shall not apply to:
- transferable securities and money market instruments issued or guaranteed by a Member State or its local authorities,
  - transferable securities and money market instruments issued or guaranteed by a non-Member State of the European Union,
  - transferable securities and money market instruments issued by public international bodies to which one or more Member States of the European Union belong,
  - shares held by the Fund in the capital of a company which is incorporated in a non-Member State of the European Union and which invests its assets mainly in securities of issuing bodies having their registered office in that State, where under the legislation of that State, such a holding represents the only way in which the Fund can invest in the securities of issuing bodies of that State. This derogation, however, shall apply only if in its investment policy the company from the non-Member State of the European Union complies with the limits stipulated in section 4, paragraphs a) to e), section 5, and section 7 paragraphs a) and b).
- 8) The Management Company may not borrow any money for any Subfund except for:
- a) the purchase of foreign currency using a back-to-back loan
  - b) an amount equivalent to not more than 10% of the Subfund's total net assets and borrowed on a temporary basis.
- 9) The Fund may not grant loans or act as guarantor for third parties.
- 10) To ensure efficient portfolio management, each Subfund may, in accordance with the provisions of CSSF Circular 08/356, enter into securities lending transactions.
- 11) The Fund may not invest its assets directly in real estate, precious metals or certificates representing precious metals and goods.
- 12) The Fund may not carry out uncovered sales of transferable securities, money market instruments or other financial instruments referred to in section 1) paragraphs e), g) and h).
- 13) Except in relation to borrowing conducted within the limitations set out in the Prospectus, the Management Company may not pledge the assets of the Fund or assign them as collateral. In such cases, not more than 10% of the assets of each Subfund shall be pledged or assigned. The collateral that must normally be made available to recognized securities settlement systems or payment systems in accordance with their respective regulations for the purpose of



guaranteeing settlement within these systems, and the customary margin deposits for derivatives transactions, shall not be regarded as being a pledge under the terms of this regulation.

The restrictions set out above shall not apply to the exercise of subscription rights.

During the first six months following official authorization of a Subfund in Luxembourg, the restrictions set out in section 4) above need not to be complied with, provided that the principle of risk diversification is observed.

If the limits referred to above are exceeded for reasons beyond the control of the Management Company or as a result of the exercise of subscription rights, the Management Company shall as a matter of priority remedy that situation, taking due account of the interests of the Unitholders.

The Management Company is entitled to issue, at any time, further investment restrictions in the interests of the Unitholders, if for example such restrictions are necessary to comply with legislation and regulations in those countries in which Units of the Fund are or will be offered for sale or for purchase.

## 7. Risk Factors

**Prospective investors should consider the following risk factors before investing in the Fund. However, the risk factors set out below do not purport to be an exhaustive list of risks related to investments in the Fund. Prospective investors should read the entire Prospectus, and where appropriate consult with their legal, tax and investment advisers, in particular regarding the tax consequences of subscribing, holding, converting, redeeming or otherwise disposing of Units under the law of their country of citizenship, residence or domicile (further details are set out in Chapter 9, "Expenses and Taxes").**

**Investors should be aware that the investments of the Fund are subject to market fluctuations and other risks associated with investments in transferable securities and other financial instruments. The value of the investments and the resulting income may go up or down and it is possible that investors will not recoup the amount originally invested in the Fund, including the risk of loss of the entire amount invested. There is no assurance that the investment objective of a particular Subfund will be achieved or that any increase in the value of the assets will occur. Past performance is not a reliable indicator of future results.**

The Net Asset Value of a Subfund may vary as a result of fluctuations in the value of the underlying assets and the resulting income. Investors are reminded that in certain circumstances their right to redeem Units may be suspended.

Depending on the currency of the investor's domicile, exchange-rate fluctuations may adversely affect the value of an investment in one or more of the Subfunds. Moreover, in the case of an Alternate Currency Class in which the currency risk is not hedged, the result of the associated foreign exchange transactions may have a negative influence on the performance of the corresponding Unit Class.

### Market Risk

Market risk is a general risk which may affect all investments to the effect that the value of a particular investment could change in a way that is detrimental to the Fund's interests. In particular, the value of investments may be affected by uncertainties such as international, political and economic developments or changes in government policies.

### Interest Rate Risk

Subfunds investing in fixed income securities may fall in value due to fluctuations in interest rates. Generally, the value of fixed income securities rises when interest rates fall. Conversely, when interest rates rise, the value of fixed income securities can generally be expected to decrease. Long term fixed income securities will normally have more price volatility than short term fixed income securities.

### Foreign Exchange Risk

The Subfunds' investments may be made in other currencies than the relevant Reference Currency and therefore be subject to currency fluctuations, which may affect the net asset value of the relevant Subfunds favorably or unfavorably.

Currencies of certain countries may be volatile and therefore may affect the value of securities denominated in such currencies. If the currency in which an investment is denominated appreciates against the Reference Currency of the relevant Subfund, the value of the investment will

increase. Conversely, a decline in the exchange rate of the currency would adversely affect the value of the investment.

The Subfunds may enter into hedging transactions on currencies to protect against a decline in the value of investments denominated in currencies other than the Reference Currency, and against any increase in the cost of investments denominated in currencies other than the Reference Currency. However, there is no guarantee that the hedging will be successfully achieved.

Although it is the policy of the Fund to hedge the currency exposure of Subfunds against their respective Reference Currencies, hedging transactions may not always be possible and currency risks cannot therefore be excluded.

### Credit Risk

Subfunds investing in fixed income securities are subject to the risk that issuers may not make payments on such securities. An issuer suffering an adverse change in its financial condition could lower the credit quality of a security, leading to greater price volatility of the security. A lowering of the credit rating of a security may also offset the security's liquidity. Subfunds investing in lower quality debt securities are more susceptible to these problems and their value may be more volatile.

### Counterparty Risk

The Fund may enter into over-the-counter transactions which will expose the Subfunds to the risk that the counterparty may default on its obligation to perform under such contracts. In the event of bankruptcy of counterparty, the Subfunds could experience delays in liquidating the position and significant losses.

### Liquidity Risk

There is a risk that the Fund will suffer liquidity issues because of unusual market conditions, an unusually high volume of redemption requests or other reasons. In such case the Fund may not be able to pay redemption proceeds within the time period stated in this Prospectus.

### Management Risk

The Fund is actively managed and therefore the Subfunds may be subject to management risks. The Management Company will apply its investment strategy (including investment techniques and risk analysis) when making investment decisions for the Subfunds, however no assurance can be given that the investment decision will achieve the desired results. The Management Company may in certain cases decide not to use investment techniques, such as derivative instruments, or, they may not be available, even under market conditions where their use could be beneficial for the relevant Subfund.

### Investment Risk

#### *Investments in Equities*

The risks associated with investments in equity (and equity-type) securities include in particular significant fluctuations in market prices, adverse issuer or market information and the subordinate status of equity compared to debt securities issued by the same company.

Investors should also consider the risk attached to fluctuations in exchange rates, possible imposition of exchange controls and other restrictions.

#### *Investments in Fixed Income Securities*

Investments in securities of issuers from different countries and denominated in different currencies offer potential benefits not available from investments solely in securities of issuers from a single country, but also involve certain significant risks that are not typically associated with investing in the securities of issuers located in a single country. Among the risks involved are fluctuations in interest rates as well as fluctuations in currency exchange rates (as further described above under section "Interest Rate Risk" and "Foreign Exchange Risk") and the possible imposition of exchange control regulations or other laws or restrictions applicable to such investments. A decline in the value of a particular currency in comparison with the Reference Currency of the Subfund would reduce the value of certain portfolio securities that are denominated in such a currency.

An issuer of securities may be domiciled in a country other than the country in whose currency the instrument is denominated. The values and relative yields of investments in the securities markets of different

countries, and their associated risks, may fluctuate independently of each other.

As the Net Asset Value of a Subfund is calculated in its Reference Currency, the performance of investments denominated in a currency other than the Reference Currency will depend on the strength of such currency against the Reference Currency and on the interest rate environment in the country issuing the currency. In the absence of other events that could otherwise affect the value of non-Reference Currency investments (such as a change in the political climate or an issuer's credit quality), an increase in the value of the non-Reference Currency can generally be expected to increase the value of a Subfund's non-Reference Currency investments in terms of the Reference Currency. The Subfunds may invest in investment grade debt securities. Investment grade debt securities are assigned ratings within the top rating categories by rating agencies on the basis of the creditworthiness or risk of default. Rating agencies review, from time to time, such assigned ratings and debt securities may therefore be downgraded in rating if economic circumstances impact the relevant debt securities issue. Moreover, the Subfunds may invest in debt instruments in the non investment grade sector (high yield debt securities). Compared to investment grade debt securities, high yield debt securities are generally lower-rated securities and will usually offer higher yields to compensate for the reduced creditworthiness or increased risk of default attached to these debt instruments.

#### ***Investments in Warrants***

The leveraged effect of investments in warrants and the volatility of warrant prices make the risks attached to investments in warrants higher than in the case of investment in equities. Because of the volatility of warrants, the volatility of the unit price of any Subfund investing in warrants may potentially increase.

#### ***Investments in Target Funds***

Investors should note that investments in Target Funds may incur the same costs both at the Subfund level and at the level of the Target Funds. Furthermore, the value of the units or shares in the Target Funds may be affected by currency fluctuations, currency exchange transactions, tax regulations (including the levying of withholding tax) and any other economic or political factors or changes in the countries in which the Target Fund is invested, along with the risks associated with exposure to the emerging markets.

The investment of the Subfund's assets in units or shares of Target Funds entails a risk that the redemption of the units or shares may be subject to restrictions, with the consequence that such investments may be less liquid than other types of investment.

#### ***Use of Derivatives***

While the use of financial derivative instruments can be beneficial, financial derivative instruments also involve risks different from, and, in certain cases, greater than the risks presented by more traditional investments.

Derivatives are highly specialized financial instruments. The use of a derivative requires an understanding not only of the underlying instrument but also of the derivative itself, without there being any opportunity to observe the performance of the derivative under all possible market conditions.

If a derivative transaction is particularly large or if the relevant market is illiquid, it may not be possible to initiate a transaction or liquidate a position at an advantageous price.

Since many derivatives have a leverage component, adverse changes in the value or level of the underlying asset, rate or index may result in a loss substantially greater than the amount invested in the derivative itself.

The other risks associated with the use of derivatives include the risk of mispricing or improper valuation of derivatives and the inability of derivatives to correlate perfectly with underlying assets, rates and indices. Many derivatives are complex and are often valued subjectively. Improper valuations can result in increased cash payment requirements to counterparties or a loss of value to the Fund. Consequently, the Fund's use of derivatives may not always be an effective means to achieve the Fund's investment objective and may sometimes even have the contrary effect.

Derivative instruments also carry the risk that a loss may be sustained by the Fund as a result of the failure of the counterparty to a derivative to comply with the terms of the contract (as further described under "Counterparty Risk" above). The default risk for exchange-traded

derivatives is generally less than for privately negotiated derivatives, since the clearing house, which is the issuer or counterparty to each exchange-traded derivative, assumes a guarantee of performance. In addition, the use of credit derivatives (credit default swaps, credit linked notes) carries the risk of a loss arising for the Fund if one of the entities underlying the credit derivative defaults.

Moreover, OTC derivatives may bear liquidity risks. The counterparties with which the Fund effects transactions might cease making markets or quoting prices in certain of the instruments. In such cases, the Fund might not be in a position to enter into a desired transaction in currencies, credit default swaps or total return swaps or to enter into an offsetting transaction with respect to an open position which might adversely affect its performance. Unlike exchange-traded derivatives, forward, spot and option contracts on currencies do not provide the Management Company with the possibility to offset the Fund's obligations through an equal and opposite transaction. Therefore, through entering into forward, spot or options contracts, the Fund may be required, and must be able, to perform its obligations under these contracts.

The use of derivative instruments may or may not achieve its intended objective.

#### ***Investments in Hedge Fund Indices***

In addition to the risks entailed in traditional investments (such as market, credit and liquidity risks), investments in hedge fund indices entail a number of specific risks that are set out below.

The hedge funds underlying the respective index, as well as their strategies, are distinguished from traditional investments primarily by the fact that their investment strategy may involve the short sale of securities and, on the other hand, by using borrowings and derivatives, a leverage effect may be achieved.

The leverage effect entails that the value of a fund's assets increases faster if capital gains arising from investments financed by borrowing exceed the related costs, notably the interest on borrowed monies and premiums payable on derivative instruments. A fall in prices, however, causes a faster decrease in the value of the Fund's assets. The use of derivative instruments, and in particular of short selling, can in extreme cases lead to a total loss in value.

Most of the hedge funds underlying the respective index were established in countries in which the legal framework, and in particular the supervision by the authorities, either does not exist or does not correspond to the standards applied in western Europe or other comparable countries. The success of hedge funds depends in particular on the competence of the fund managers and the suitability of the infrastructure available to them.

#### ***Investments in Commodity Indices***

In addition to the risks entailed in traditional investments (such as market, credit and liquidity risks), investments in commodity indices are subject to greater price fluctuations compared to traditional investments. When included in a broadly diversified portfolio, however, investments in commodity indices generally show only a low correlation to traditional investments.

#### ***Investments in illiquid Assets***

The Fund may invest up to 10% of the total net assets of each Subfund in transferable securities or money market instruments which are not traded on stock exchanges or regulated markets. It may therefore be the case that the Fund cannot readily sell such securities. Moreover, there may be contractual restrictions on the resale of such securities. In addition, the Fund may under certain circumstances trade futures contracts or options thereon. Such instruments may also be subject to illiquidity in certain situations when, for example, market activity decreases, or when a daily fluctuation limit has been reached. Most futures exchanges restrict the fluctuations in future contract prices during a single day by regulations referred to as "daily limits". During a single trading day no trades may be executed at prices above or below these daily limits. Once the price of a futures contract has increased or decreased to the limit, positions can neither be purchased nor compensated. Futures prices have occasionally moved outside the daily limit for several consecutive days with little or no trading. Similar occurrences could prevent the Fund from promptly liquidating unfavorable positions and therefore result in losses.

For the purpose of calculating the Net Asset Value, certain instruments, which are not listed on an exchange, for which there is limited liquidity, will be valued based upon the average price taken from at least two major primary dealers. These prices may affect the price at which Units are re-

deemed or purchased. There is no guarantee that in the event of a sale of such instruments the price thus calculated can be achieved.

#### **Investments in Asset Backed Securities and Mortgage Backed Securities**

The Subfunds may have exposure to asset backed securities ("ABS") and mortgage backed securities ("MBS"). ABS and MBS are debt securities issued by a special purpose vehicle (SPV) with the aim to pass through of liabilities of third parties other than the parent company of the issuer. Such securities are secured by an asset pool (mortgages in the case of MBS and various types of assets in the case of ABS). Compared to other traditional fixed income securities such as corporate or government issued bonds, the obligations associated with these securities may be subject to greater counterparty, liquidity and interest rate risks as well as other types of risks, such as reinvestment risk (arising from included termination rights, prepayment options), credit risks on the underlying assets and advance repayments of principal resulting in a lower total return (especially, if repayment of the debt is not concurrent with redemption of the assets underlying the claims).

ABS and MBS assets may be highly illiquid and therefore prone to substantial price volatility.

#### **Small to medium-sized Companies**

A number of Subfunds may invest in small and medium-sized companies. Investing in the securities of smaller, lesser-known companies involves greater risk and the possibility of price volatility due to the specific growth prospects of smaller firms, the lower degree of liquidity of the markets for such stocks and the greater sensitivity of smaller companies to changing market conditions.

#### **Hedged Unit Class Risk**

The hedging strategy applied to hedged Unit Classes may vary from one Subfund to another. Each Subfund will apply a hedging strategy which aims to reduce currency risk between the Reference Currency of the respective Subfund and the nominal currency of the hedged Unit Class while taking various practical considerations into account. The hedging strategy aims to reduce, however may not totally eliminate, currency exposure.

Investors should note that there is no segregation of liabilities between the individual Unit Classes with a Subfund. Hence, there is a risk that under certain circumstances, hedging transactions in relation to a hedged Unit Class could result in liabilities affecting the Net Asset Value of the other Unit Classes of the same Subfund. In such case assets of other Unit Classes of such Subfund may be used to cover the liabilities incurred by the hedged Unit Class.

#### **Clearing and Settlement Procedures**

Different markets also have different clearing and settlement procedures. Delays in settlement may result in a portion of the assets of a Subfund remaining temporarily uninvested and no return is earned thereon. The inability of the Management Company to make intended security purchases due to settlement problems could cause a Subfund to miss attractive investment opportunities. The inability to dispose of portfolio securities due to settlement problems could result either in losses to a Subfund due to subsequent declines in value of the portfolio security or, if a Subfund has entered into a contract to sell the security, could result in possible liability to the purchaser.

#### **Investment Countries**

The issuers of fixed income securities and the companies, the shares of which are purchased, are generally subject to different accounting, auditing and financial reporting standards in the different countries of the world. The volume of trading, volatility of prices and liquidity of issuers may vary from one market or country to another. In addition, the level of government supervision and regulation of securities exchanges, securities dealers and listed and unlisted companies is different throughout the world. The laws and regulations of some countries may restrict the Fund's ability to invest in securities of certain issuers located in those countries.

#### **Concentration on certain Countries/Regions**

Where a Subfund restricts itself to investing in securities of issuers located in a particular country or countries, such concentration will expose the Subfund to the risk of adverse social, political or economic events which may occur in that country or countries.

The risk increases if the country in question is an emerging market. Investments in these Subfunds are exposed to the risks which have been described; these may be exacerbated by the special factors pertaining to this emerging market.

#### **Investments in Emerging Countries**

Investors should note that certain Subfunds may invest in less developed or emerging markets. Investing in emerging markets may carry a higher risk than investing in developed markets.

The securities markets of less developed or emerging markets are generally smaller, less developed, less liquid and more volatile than the securities markets of developed markets. In addition, there may be a higher than usual risk of political, economic, social and religious instability and adverse changes in government regulations and laws in less developed or emerging markets, which could affect the investments in those countries. The assets of Subfunds investing in such markets, as well as the income derived from the Subfund, may also be effected unfavorably by fluctuations in currency rates and exchange control and tax regulations and consequently the Net Asset Value of Units of these Subfunds may be subject to significant volatility. Also, there might be restrictions on the repatriation of the capital invested.

Some of these markets may not be subject to accounting, auditing and financial reporting standards and practices comparable to those of more developed countries and the securities markets of such markets may be subject to unexpected closure. In addition, there may be less government supervision, legal regulation and less well defined tax laws and procedures than in countries with more developed securities markets.

Moreover, settlement systems in emerging markets may be less well organized than in developed markets. Thus, there may be a risk that settlement may be delayed and that cash or securities of the concerned Subfunds may be in jeopardy because of failures or of defects in the systems. In particular, market practice may require that payment shall be made prior to receipt of the security which is being purchased or that delivery of a security must be made before payment is received. In such cases, default by a broker or bank through whom the relevant transaction is effected might result in a loss being suffered by the Subfunds investing in emerging market securities.

It must also be borne in mind that companies are selected regardless of their market capitalization (micro, small, mid, large caps), sector or geographical location. This may lead to a concentration in geographical or sector terms.

Subscriptions in the relevant Subfunds are thus only suitable for investors who are fully aware of, and able to bear, the risks related to this type of investment.

#### **Industry/Sector Risk**

The Subfunds may invest in specific industries or sectors or a group of related industries. These industries or sectors may, however, be affected by market or economic factors, which could have a major effect on the value of the Subfund's investments.

#### **Securities Lending**

Securities lending transactions involve counterparty risk, including the risk that the lent securities may not be returned or returned in a timely manner. Should the borrower of securities fail to return the securities lent by a Subfund, there is a risk that the collateral received may be realized at a lower value than the securities lent, whether due to inaccurate pricing of the collateral, adverse market movements, decrease in the credit rating of the issuer of the collateral or the illiquidity of the market in which the collateral is traded.

#### **Taxation**

The proceeds from the sale of securities in some markets or the receipt of any dividends and other income may be or may become subject to tax, levies, duties or other fees or charges imposed by the authorities in that market, including taxation levied by withholding at source.

It is possible that the tax law (and/or the current interpretation of the law) as well as the practice in countries, into which the Subfunds invest or may invest in the future, might change. As a result, the Fund could become subject to additional taxation in such countries that is not anticipated either at the date of this Prospectus or when investments are made, valued or disposed of.

## 8. Net Asset Value

Unless otherwise specified in Chapter 21, "Subfunds", the Net Asset Value of the Units in each Subfund shall be calculated in the Reference Currency of the respective Subfund and shall be determined by the Management Company in Luxembourg on each Banking Day on which banks are normally open all day for business in Luxembourg (each such day being referred to as a "Valuation Day"). In case the Valuation Day is not a full Banking Day in Luxembourg, the Net Asset Value of that Valuation Day will be calculated on the next following Banking Day. If a Valuation Day falls on a day which is a holiday in countries whose stock exchanges or other markets are decisive for valuing the majority of a Subfund's assets, the Management Company may decide, by way of exception, that the Net Asset Value of the Units in this Subfund will not be determined on such days. For this purpose, the assets and liabilities of the Fund shall be allocated to the Subfunds (and to the individual Unit Classes within each Subfund), and the calculation is carried out by dividing the Net Asset Value of the Subfund by the total number of Units outstanding for the relevant Subfund. If the Subfund in question has more than one Unit Class, that portion of the Net Asset Value of the Subfund attributable to the particular Class will be divided by the number of issued Units of that Class.

The Net Asset Value of an Alternate Currency Class shall be calculated first in the Reference Currency of the relevant Subfund. Calculation of the Net Asset Value of the Alternate Currency Class shall be carried out through conversion at the mid-market rate between the Reference Currency and the alternate currency of the relevant Unit Class.

In particular, the costs and expenses associated with the conversion of monies in relation to the subscription, redemption and conversion of Units of an Alternate Currency Class as well as the hedging of currency exposure in relation to the Alternate Currency Class will be reflected in the Net Asset Value of that Alternate Currency Class.

Unless otherwise specified in Chapter 21, "Subfunds", the assets of each Subfund shall be valued as follows:

- a) Securities which are listed or regularly traded on a stock exchange shall be valued at the last available traded price. If such a price is not available for a particular trading day, the closing mid-price (the mean of the closing bid and ask prices), or alternatively the closing bid price, may be taken as a basis for the valuation.
- b) If a security is traded on several stock exchanges, the valuation shall be made by reference to the exchange which is the main market for this security.
- c) In the case of securities for which trading on a stock exchange is not significant but which are traded on a secondary market with regulated trading among securities dealers (with the effect that the price reflects market conditions), the valuation may be based on this secondary market.
- d) Securities traded on a regulated market shall be valued in the same way as those listed on a stock exchange.
- e) Securities that are not listed on a stock exchange and are not traded on a regulated market shall be valued at their last available market price. If no such price is available, the Management Company shall value these securities in accordance with other criteria to be established by the Management Company and on the basis of the probable sales price, the value of which shall be estimated with due care and in good faith.
- f) Derivatives shall be treated in accordance with the above.
- g) The valuation price of a money market instrument which has a maturity or remaining term to maturity of less than 12 months and does not have any specific sensitivity to market parameters, including credit risk, shall, based on the net acquisition price or on the price at the time when the investment's remaining term to maturity falls below 12 months, be progressively adjusted to the repayment price while keeping the resulting investment return constant. In the event of a significant change in market conditions, the basis for the valuation of different investments shall be brought into line with the new market yields.
- h) Units or shares of UCITS or other UCIs shall be valued on the basis of their most recently calculated Net Asset Value, where necessary by taking due account of the redemption fee. Where no Net Asset Value and only buy and sell prices are available for units or shares of UCITS or other UCIs, the units or shares of such UCITS or other UCIs may be valued at the mean of such buy and sell prices.
- i) Fiduciary and fixed-term deposits shall be valued at their respective nominal value plus accrued interest.

The amounts resulting from such valuations shall be converted into the Reference Currency of each Subfund at the prevailing mid-market rate. Foreign exchange transactions conducted for the purpose of hedging currency risks shall be taken into consideration when carrying out this conversion.

If a valuation in accordance with the above rules is rendered impossible or incorrect due to particular or changed circumstances, the Management Company shall be entitled to use other generally recognized and auditable valuation principles in order to reach a proper valuation of the Subfund's assets.

The Net Asset Value of a Unit shall be rounded up or down, as the case may be, to the next smallest unit of the Reference Currency which is currently used unless otherwise specified in Chapter 21, "Subfunds".

The Net Asset Value of one or more Subfunds may also be converted into other currencies at the mid-market rate should the Management Company decide to effect the issue and redemption of Units in one or more other currencies. Should the Management Company determine such currencies, the Net Asset Value of the respective Units in these currencies shall be rounded up or down to the next smallest unit of currency.

In exceptional circumstances, further valuations may be carried out on the same day; such valuations will be valid for any applications for subscription and/or redemption subsequently received.

The total Net Asset Value of the Fund shall be calculated in Swiss francs.

### Adjustment of the Net Asset Value (Single Swing Pricing)

In order to protect existing Unitholders and subject to the conditions set out in Chapter 21, "Subfunds", the Net Asset Value per Unit Class of a Subfund may be adjusted upwards or downwards by a maximum percentage ("swing factor") indicated in Chapter 21, "Subfunds" in the event of a net surplus of subscription or redemption applications on a particular Valuation Day. In such case the same Net Asset Value applies to all incoming and outgoing investors on that particular Valuation Day.

The adjustment of the Net Asset Value is aiming to cover in particular but not exclusively transaction costs, tax charges and bid/offer spreads incurred by the respective Subfund due to subscriptions, redemptions and/or conversions in and out of the Subfund. Existing Unitholders would no longer have to indirectly bear these costs, since they are directly integrated into the calculation of the Net Asset Value and hence, are borne by incoming and outgoing investors.

The Net Asset Value may be adjusted on every Valuation Day on a net deal basis. The Board of Directors can set a threshold (net capital flows that needs to be exceeded) to apply the adjustment to the Net Asset Value. Unitholders should note that the performance calculated on the basis of the Net Asset Value might not reflect the true portfolio performance as a consequence of the adjustment of the Net Asset Value.

## 9. Expenses and Taxes

### i. Taxes

The following summary is based on the laws and practices currently applicable in the Grand Duchy of Luxembourg and is subject to changes thereto.

Unless otherwise specified in Chapter 21, "Subfunds", the Fund's assets are subject to a tax ("taxe d'abonnement") in the Grand Duchy of Luxembourg of 0.05% p.a., payable quarterly. In the case of Class D, E, F, H, M, T, U, W and Z Units and for all Unit Classes of the Subfunds Credit Suisse Fund (Lux) Money Market EUR, Credit Suisse Fund (Lux) Money Market Sfr and Credit Suisse Fund (Lux) Money Market USD, this tax is, by way of exception, only 0.01% p.a. The Net Asset Value of each Subfund at the end of each quarter is taken as the basis for calculation.

The Fund's income is not taxable in Luxembourg.

With the entry into force of the Luxembourg Law of June 21, 2005, European Council Directive 2003/48/EC on the taxation of savings income in the form of interest payments has been subsumed into Luxembourg law with effect from July 1, 2005. In accordance with this Directive, withholding tax is payable on interest income which, pursuant to said Directive, accrues from distributions or from the transfer, exchange or redemption of Units of a Subfund and is directly credited by a paying agent to a beneficial owner who is a natural person resident in another EU Member State. The above shall only apply, however, if the investments of the Subfund which generate interest income as defined in European Council Directive 2003/48/EC exceed 15% of the Subfund's total net assets in the case of a distribution or 25% of total net assets in the case

of the transfer, exchange or redemption of distribution or capital growth Units.

The rate at which such interest is taxable is 35%. However, beneficial owners entitled to such interest payments who receive the payments from a paying agent which is domiciled in Luxembourg or maintains a permanent establishment there may request this paying agent to opt for an official exchange of information instead of the procedure mentioned above. This option, provided for under the Luxembourg Law of June 21, 2005, entails the forwarding of information concerning the interest payments to the tax authorities of the Member State in which the beneficial owner of the shares is resident.

Dividends, interest, income and gains received by the Fund on its investments may be subject to non-recoverable withholding tax or other taxes in the countries of origin.

According to the legislation currently in force, Unitholders are not required to pay any income, gift, inheritance or other taxes in Luxembourg, unless they are resident or domiciled in Luxembourg or maintain a permanent establishment there.

The tax consequences will vary for each investor in accordance with the laws and practices currently in force in an investor's country of citizenship, residence or temporary domicile, and in accordance with his or her personal circumstances. Investors should therefore ensure they are fully informed in this respect and should, if necessary, consult their financial adviser.

## ii. Expenses

Apart from the above "taxe d'abonnement", the Fund shall bear the costs specified below, unless otherwise stated in Chapter 21, "Subfunds":

- a) All taxes which may be payable on the assets, income and expenses chargeable to the Fund;
- b) Standard brokerage and bank charges incurred by the Fund through securities transactions in relation to the portfolio (these charges shall be included in the acquisition cost of such securities and deducted from the sale proceeds);
- c) A monthly management fee for the Management Company, payable at the end of each month, based on the average daily Net Asset Value of the relevant Unit Class during that month. The management fee may be charged at different rates for individual Subfunds and Unit Classes within a Subfund or may be waived in full. Charges incurred by the Management Company in relation to the provision of investment advice shall be paid out of the management fee. Further details of the management fees are included in Chapter 2, "Summary of Unit Classes";
- d) Fees payable to the Custodian Bank, which are charged at rates agreed from time to time with the Management Company on the basis of usual market rates prevailing in Luxembourg, and which are based on the net assets of the respective Subfund and/or the value of transferable securities and other assets held or determined as a fixed sum; the fees payable to the Custodian Bank may not exceed the pre-determined percentage amount although in certain cases the transaction fees and the fees of the Custodian Bank's correspondents may be charged additionally;
- e) Fees payable to the paying agents (in particular, a coupon payment commission), transfer agents and the authorized representatives in the countries of registration;
- f) All other charges incurred for sales activities and other services rendered to the Fund but not mentioned in the present section; for certain Unit Classes, these fees may be borne in full or in part by the Management Company;
- g) Fees incurred for collateral management in relation to derivative transactions;
- h) Expenses, including those for legal advice, which may be incurred by the Management Company or the Custodian Bank through measures taken on behalf of the Unitholders;
- i) The cost of preparing, depositing and publishing the Management Regulations and other documents in respect of the Fund, including notifications for registration, Key Investor Information Documents, prospectuses or memoranda for all government authorities and stock exchanges (including local securities dealers' associations) which are required in connection with the Fund or with offering the Units; the cost of printing and distributing annual and semi-annual reports for the Unitholders in all required languages, together with the cost of printing and distributing all other reports and documents which are required by the relevant legislation or regulations of the

above-mentioned authorities; the cost of book-keeping and calculating the daily Net Asset Value, the cost of notifications to Unitholders including the publication of prices for the Unitholders, the fees and costs of the Fund's auditors and legal advisers, and all other similar administrative expenses, and other expenses directly incurred in connection with the offer and sale of Units, including the cost of printing copies of the aforementioned documents or reports as are used in marketing the Fund Units. The cost of advertising may also be charged.

## iii. Performance Fee

In addition to the aforementioned costs, the Fund will, if applicable, also bear a performance fee ("Performance Fee") as specified for the relevant Subfund in Chapter 21, "Subfunds". There is no additional Performance Fee for Unit Classes D, E and Z.

All recurring fees shall first be deducted from investment income, then from the gains from securities transactions and then from the Fund's assets. Other non-recurring fees, such as the costs for establishing new Subfunds or Unit Classes, may be written off over a period of up to five years. The costs attributable to the individual Subfunds shall be allocated directly to them; otherwise the costs shall be divided among the individual Subfunds in proportion to the Net Asset Value of each Subfund.

## 10. Accounting Year

The accounting year of the Fund ends on September 30 of each year.

## 11. Appropriation of the Net Income and Capital Gains Capital-growth Units

At present, no distribution is envisaged for the capital-growth Unit Classes (Classes B, D, E, F, I, L, M, P, R, S, T and W) of the Subfunds, and the income generated shall be used to increase the Net Asset Value of the Units after deduction of general costs (capital growth).

However, the Management Company may, in accordance with the income appropriation policy as determined by the Board of Directors, distribute from time to time, in whole or in part, ordinary net income and/or realized capital gains as well as all non-recurring income, after deduction of realized capital losses.

## Distribution Units

It is currently anticipated that the only distribution Units shall be Class A, G, H, K, U, V, X, Y and Z Units. Other distribution-type Unit Classes may be issued in the future.

The Management Company decides what distribution shall be made from the net investment income attributable to each distribution Unit Class of each Subfund. In addition, gains made on the sale of assets belonging to the Fund may be distributed to investors. Further distributions may be made from the Fund's assets in order to achieve an appropriate distribution ratio.

In the event of a distribution, this may take place on an annual basis or at any intervals to be specified by the Management Company, unless otherwise specified in Chapter 21, "Subfunds". The Management Company intends to effect the annual distributions within three months after the close of the relevant accounting year.

## General Information

Payment of income distributions shall be made in the manner described in Chapter 5, "Redemption of Units" and Chapter 21, "Subfunds", if applicable.

Claims for distributions which are not made within five years shall lapse and the assets involved shall revert to the respective Subfund.

## 12. Lifetime, Liquidation and Merger

The Fund and the Subfunds have been established for an unlimited period, unless otherwise specified for the relevant Subfund in Chapter 21, "Subfunds". Unitholders, their heirs or other beneficiaries may not request the division or liquidation of the Fund or of one of the Subfunds. However, the Management Company may at any time, with the approval of the Custodian Bank, terminate the Fund and dissolve individual Subfunds or individual Unit Classes. A decision to liquidate the Fund shall be published in the Mémorial and shall also be announced in at least two other newspapers as well as in the countries in which the Fund is admitted for public distribution. Any decision to dissolve a Subfund shall be published in accordance with Chapter 13, "Information for Unitholders". From the day

the decision to liquidate is taken by the Management Company, no further Units shall be issued. However, Units may still be redeemed provided equal treatment of Unitholders can be ensured. At the same time, a provision shall be made for all identifiable outstanding expenses and fees. In case of liquidation of the Fund or a Subfund, the Management Company shall dispose of the Fund's assets in the best interests of the Unitholders and shall instruct the Custodian Bank to distribute the net liquidation proceeds (after deduction of liquidation costs) proportionately to the Unitholders. If it is in the interest of Unitholders, the Management Company may proceed with a redemption in kind (after deduction of liquidation costs) to Unitholders.

If the Management Company liquidates a Unit Class without terminating the Fund or a Subfund, it must redeem all Units of such Class at their then current Net Asset Value. Notice of redemption shall be published by the Management Company or notified to the Unitholders when permitted under Luxembourg laws and regulations, and the redemption proceeds shall be paid to the former Unitholders in the respective currency by the Custodian Bank or Paying Agents.

Any liquidation and redemption proceeds that cannot be distributed to the Unitholders within a period of six months shall be deposited with the "Caisse de Consignation" in Luxembourg until the statutory period of limitation has elapsed.

Furthermore, the Management Company may in accordance with the definitions and conditions set out in the Law of December 17, 2010 decide to merge any Subfund, either as receiving or merging Subfund, with one or more Subfunds of the Fund by converting the Unit Class or Classes of one or more Subfunds into the Unit Class or Classes of another Subfund of the Fund. In such cases, the rights attaching to the various Unit Classes shall be determined by reference to the respective Net Asset Value of the respective Unit Classes on the effective date of such merger.

Moreover, the Management Company may decide to merge the Fund or any of its Subfunds, either as merging UCITS or as a receiving UCITS on a cross-border and domestic basis in accordance with the definitions and conditions set out in the Law of December 17, 2010.

Mergers shall be announced at least thirty days in advance in order to enable Unitholders to request the redemption or conversion of their Units.

### 13. Information for Unitholders

Information about the launch of new Subfunds may be obtained from the Custodian Bank and the Distributors. The audited annual reports shall be made available to Unitholders free of charge at the registered office of the Management Company, at the Paying Agents, Information Agents and Distributors, within four months of the close of each accounting year. Unaudited semi-annual reports shall be made available in the same way within two months of the end of the accounting period to which they refer. Other information regarding the Fund, as well as the issue and redemption prices of the Units, may be obtained on any Banking Day at the registered office of the Management Company.

The Net Asset Value is published daily on the internet at [www.credit-suisse.com](http://www.credit-suisse.com) and in various newspapers.

All announcements to Unitholders, including any information relating to a suspension of the calculation of the Net Asset Value, shall, if required, be published in the "Mémorial", "Luxemburger Wort" and various newspapers in those countries in which the Fund is admitted for public distribution. The Management Company may also place announcements in other newspapers and periodicals of its choice.

Investors may obtain the Prospectus, the Key Investor Information Document, the latest annual and semi-annual reports and copies of the Management Regulations free of charge from the registered office of the Management Company. The relevant contractual agreements as well as the Management Company's articles of incorporation are available for inspection at the registered office of the Management Company during normal business hours.

### 14. Management Company

Credit Suisse Fund Management S.A. was incorporated in Luxembourg as CSAM Invest Management Company on December 9, 1999 as a public limited company for an indefinite period and is subject to the provisions of Chapter 15 of the Law of December 17, 2010. The name of the Management Company was changed to Credit Suisse Fund Management Company on October 15, 2003 and to Credit Suisse Fund Management S.A. on April 26, 2005. It has its registered office in Luxembourg, at 5, rue Jean Monnet.

The articles of incorporation of the Management Company were first published in the "Mémorial" on December 31, 1999 and have since that time been amended several times. The legally binding version is deposited at the Commercial and Company Register of the Luxembourg District Court. The last amendment of the articles of incorporation was published on February 23, 2006 in the "Mémorial". The Management Company is registered at the Luxembourg Registry of Commerce under no. B 72 925. The equity capital of the Management Company amounts to two hundred and fifty thousand (250,000) Swiss francs. The share capital is held by Credit Suisse Holding Europe (Luxembourg) S.A.

The Board of Directors of the Management Company shall have plenary powers on behalf of the Company and shall cause and undertake all such actions and provisions which are necessary in pursuit of the Company's objective, particularly in relation to the management of the Fund's assets, administration and distribution of Units.

The Board of Directors is currently composed of the members listed in Chapter 19, "Main Parties".

The Management Company shall be supervised by an independent auditor. At present, this function is performed by KPMG Luxembourg S.à r.l., Luxembourg.

In addition to the Fund, the Management Company currently manages further undertakings for collective investment.

### 15. Investment Manager and Sub-Investment Manager

The Management Company may, in order to implement the policy of each Subfund, delegate under its permanent supervision and responsibility, the management of the assets of the Subfunds to one or more Investment Managers.

The Investment Manager/s for the respective Subfund are indicated in Chapter 21, "Subfunds". The Management Company may, at any time, appoint an Investment Manager other than the one/s named in Chapter 21, "Subfunds", or may terminate the relation with any of the Investment Manager/s.

Pursuant to the investment management agreement, the Investment Manager has discretion, on a day-to-day basis and subject to the overall control and ultimate responsibility of the Management Company, to purchase and sell securities and otherwise to manage the relevant Subfund's portfolios.

The Investment Manager may appoint in accordance with the investment management agreement entered into between the Investment Manager and the Management Company one or more Sub-Investment Managers for each Subfund to assist it in the management of the individual portfolios. The Investment Manager and Sub-Investment Manager/s for the respective Subfunds are indicated in Chapter 21, "Subfunds". The Management Company may at any time appoint an Investment Manager other than the one/s named in Chapter 21, "Subfunds", or may terminate the relation with any of the Investment Manager/s.

### 16. Custodian Bank

Credit Suisse (Luxembourg) S.A., having its registered office at 56, Grand'rue, L-1660 Luxembourg, assumes the rights and duties of the Custodian Bank as laid down in Articles 17 and 18 of the Law of December 17, 2010.

The Custodian Bank is entrusted with the safekeeping of the assets of the Fund. It shall carry out all operations concerning the day-to-day administration of the Fund's assets and must ensure that the sale, issue, repurchase and cancellation of Units effected on behalf of the Fund or by the Management Company are carried out in accordance with the Law of December 17, 2010 and the Management Regulations. The Custodian Bank must also ensure that the value of Units is calculated in accordance with the Law of December 17, 2010 as well as the Management Regulations and carry out the instruction of the Management Company, unless they conflict with the aforementioned law or the Management Regulations. Moreover, it shall ensure that in transactions involving the Fund's assets, any consideration is remitted to it within the usual time limits and that the Fund's income is applied in accordance with the Management Regulations.

With the consent of the Management Company, the Custodian Bank may under its responsibility entrust other credit institutions and financial institutions with the custody of securities and other assets of the Fund. The Custodian Bank may keep securities in collective safekeeping accounts at depositaries selected by the Custodian Bank with the consent of the Management Company.

The Management Company and the Custodian Bank may terminate the Custodian Bank agreement at any time in writing by giving three months' notice. However, the Management Company may dismiss the Custodian Bank only if a new custodian bank is appointed within two months to take over the functions and responsibilities of the Custodian Bank. After its dismissal, the Custodian Bank must continue to carry out its functions and responsibilities until such time as the entire assets of the Fund have been transferred to the new custodian bank.

## 17. Central Administration

Credit Suisse Fund Services (Luxembourg) S.A., a service company registered in Luxembourg which belongs to Credit Suisse Group AG, has been entrusted with all administrative duties that arise in connection with the administration of the Fund, including the issue and redemption of Units, valuation of the assets, calculation of the Net Asset Value, accounting and maintenance of the register of Unitholders.

## 18. Regulatory Disclosure

### Conflicts of Interest

The Management Company, the Investment Managers, the Central Administration, the Custodian Bank and certain Distributors are part of Credit Suisse Group AG (the "Affiliated Person").

The Affiliated Person is a worldwide, full-service private banking, investment banking, asset management and financial services organization and a major participant in the global financial markets. As such, the Affiliated Person is active in various business activities and may have other direct or indirect interests in the financial markets in which the Fund invests. The Fund will not be entitled to compensation related to such business activities.

The Management Company is not prohibited to enter into any transactions with the Affiliated Person, provided that such transactions are carried out as if effected on normal commercial terms negotiated at arm's length. In such case, in addition to the management fees the Management Company or the Investment Manager earn for managing the Fund, they may also have an arrangement with the issuer, dealer and/or distributor of any products entitling them to a share in the revenue from such products that they purchase on behalf of the Fund.

Moreover, the Management Company or the Investment Managers are not prohibited to purchase or to provide advice to purchase any products on behalf of the Fund where the issuer, dealer and/or distributor of such products is part of the Affiliated Person provided that such transactions are carried out in the best interest of the Fund as if effected on normal commercial terms negotiated at arm's length. Entities of the Affiliated Person act as counterparty for financial derivative contracts entered into by the Fund.

Potential conflicts of interest or duties may arise because the Affiliated Person may have invested directly or indirectly in the Fund. The Affiliated Person could hold a relatively large proportion of Units in the Fund.

Employees and directors of the Affiliated Person may hold Units in the Fund. Employees of the Affiliated Person are bound by the terms of the respective policy on personal transactions and conflicts of interest applicable to them.

In the conduct of its business the Management Company and the Affiliated Person's policy is to identify, manage and where necessary prohibit any action or transaction that may pose a conflict between the interests of the Affiliated Persons' various business activities and the Fund or its investors. The Affiliated Person, as well as the Management Company strive to manage any conflicts in a manner consistent with the highest standards of integrity and fair dealing. For this purpose, both have implemented procedures that shall ensure that any business activities involving a conflict which may harm the interests of the Fund or its investors, are carried out with an appropriate level of independence and that any conflicts are resolved fairly.

Such procedures include, but are not limited to the following:

- Procedure to prevent or control the exchange of information between entities of the Affiliated Person,
- Procedure to ensure that any voting rights attached to the Fund's assets are exercised in the sole interests of the Fund and its investors,
- Procedures to ensure that any investment activities on behalf of the Fund are executed in accordance with the highest ethical standards and in the interests of the Fund and its investors,
- Procedure on management of conflicts of interest.

Notwithstanding its due care and best effort, there is a risk that the organizational or administrative arrangements made by the Management Company for the management of conflicts of interest are not sufficient to ensure with reasonable confidence, that risks of damage to the interests of the Fund or its Unitholders will be prevented. In such case these non-neutralized conflicts of interest as well as the decisions taken will be reported to investors in an appropriate manner (e.g. in the notes to the financial statements of the Fund or on the internet at "[www.credit-suisse.com](http://www.credit-suisse.com)").



**Complaints Handling**

Investors are entitled to file complaints free of charge with the Distributor or the Management Company in an official language of their home country.

The complaints handling procedure is available free of charge on the internet at "[www.credit-suisse.com](http://www.credit-suisse.com)".

**Exercise of Voting Rights**

The Management Company will in principle not exercise voting rights attached to the instruments held in the Subfunds, except in certain circumstances where it believes that the exercise of voting rights is particularly important to protect the interests of Unitholders. The decision to exercise voting rights, in particular the determination of the circumstances referred to above, is in the sole discretion of the Management Company.

Details of the actions taken will be made available to Unitholders free of charge on their request.

**Best Execution**

The Management Company acts in the best interests of the Fund when executing investment decisions. For that purpose it takes all reasonable steps to obtain the best possible result for the Fund, taking into account price, costs, speed, likelihood of execution and settlement, order size and nature, or any other consideration relevant to the execution of the order (best execution). Where the Investment Managers are permitted to execute transactions, they will be committed contractually to apply equivalent best execution principles, if they are not already subject to equivalent best execution laws and regulations.

The best execution policy is available for investors on the internet at "[www.credit-suisse.com](http://www.credit-suisse.com)".

**Investor rights**

The Management Company draws the investors' attention to the fact that any investor will only be able to fully exercise its investor rights directly against the Fund, if the investor is registered itself and in its own name in the registered account kept for the Fund and its Unitholders by the Fund's Central Administration. In cases where an investor invests in the Fund through an intermediary investing into the Fund in its own name but on behalf of the investor, it may not always be possible for the investor to exercise certain of its rights directly against the Fund. Investors are advised to take advice on their rights.

**19. Main Parties****Management Company**

Credit Suisse Fund Management S.A.,  
5, rue Jean Monnet, L-2180 Luxembourg

**Board of Directors**

- Luca Diener  
Managing Director, Credit Suisse AG, Zurich
- Jean-Paul Gennari  
Managing Director, Credit Suisse Fund Services (Luxembourg) S.A., Luxembourg
- Petra Reinhard Keller  
Managing Director, Credit Suisse Funds AG, Zurich
- Guy Reiter  
Director, Credit Suisse Fund Management S.A., Luxembourg
- Germain Trichies  
Director, Credit Suisse Fund Management S.A., Luxembourg

**Custodian Bank**

Credit Suisse (Luxembourg) S.A., 56, Grand' rue, L-1660 Luxembourg

**Independent Auditor**

KPMG Luxembourg S.à r.l., 9, allée Scheffer, L-2520 Luxembourg

**Distributors**

Credit Suisse Fund Services (Luxembourg) S.A.,  
5, rue Jean Monnet, L-2180 Luxembourg  
Credit Suisse AG, Paradeplatz 8, CH-8001 Zurich

**Central Administration**

Credit Suisse Fund Services (Luxembourg) S.A.,  
5, rue Jean Monnet, L-2180 Luxembourg

**20. Distribution****Distribution of Units in Switzerland**

The Representative of the Fund in Switzerland is Credit Suisse Funds AG, Sihlcity – Kalandergasse 4, CH-8070 Zurich.

The Paying Agent in Switzerland is Credit Suisse AG, Paradeplatz 8, CH-8001 Zurich, Credit Suisse AG, Zurich.

Unitholders may obtain the Prospectus, the Key Investor Information Document, copies of the Management Regulations and the latest annual and semi-annual reports free of charge from the Representative in Switzerland.

All notices to Unitholders shall be published at least in the "Schweizerisches Handelsamtsblatt" and on the electronic platform "[www.swissfunddata.ch](http://www.swissfunddata.ch)". The issue and the redemption prices or the Net Asset Value together with a footnote "exclusive commissions" shall be published daily at least on the electronic platform "[www.swissfunddata.ch](http://www.swissfunddata.ch)". With respect to Units distributed in Switzerland and out of Switzerland, the place of performance and jurisdiction is deemed to be the registered office of the Representative in Switzerland.

In connection with distribution in Switzerland, reimbursements are payable to the following qualified investors holding Units on behalf of third parties for business purposes: life insurance companies, pension funds and other benefits institutions, investment foundations, Swiss fund managers, foreign fund managers and investment fund companies, and investment companies. Moreover, in connection with distribution in Switzerland, distribution fees are payable to the following distributors and distribution partners: authorized distributors within the meaning of Art. 19 para. 1 CISA, distributors granted exemption from, the duty to obtain authorization within the meaning of Art. 19 para. 4 CISA and Art. 8 CISO, distribution partners that place the Units exclusively with institutional investors with a professional treasury unit, and distribution partners that place the Units exclusively on the basis of a written discretionary asset management agreement.

**Distribution of Units in Germany**

No notification pursuant to Sect. 132 of the German Investment Act has been filed with respect to the following Subfunds, and the shares in such Subfunds may therefore not yet be publicly distributed to investors in the Federal Republic of Germany:

- Credit Suisse Fund (Lux) Bond Medium Maturity EUR
- Credit Suisse Fund (Lux) Bond Medium Maturity Sfr

Deutsche Bank AG, Taunusanlage 12, D-60325 Frankfurt am Main, is the Paying Agent for the Fund in Germany.

Applications for the redemption and conversion of Units which may be publicly distributed in Germany, may be lodged with the Paying Agent.

All payments which are intended for Unitholders (including proceeds of the redemption of Units and any distributions) may be channeled, at their request, via the Paying Agent and/or paid out by the Paying Agent in cash in euros.

The Paying Agent is also the Information Agent for the Fund in Germany. Any correspondence with the Paying and Information Agent in Germany should be directed to Deutsche Bank AG, TSS Global Equity Services, Post IPO Services.

Credit Suisse (Deutschland) AG, Junghofstrasse 16, D-60311 Frankfurt am Main, is an additional Information Agent (individually and collectively referred to as "Information Agent") for the Fund in Germany.

Investors may obtain copies of the Prospectus, Key Investor Information Document, Management Regulations, audited annual report and unaudited semi-annual report, together with the issue, redemption and conversion prices, free of charge from the Information Agent.

Furthermore, the Management Company's articles of incorporation are available for inspection at the Information Agent.

Any required notices to Unitholders and the issue and redemption prices shall be published in the "Börsen-Zeitung" Frankfurt am Main as a minimum. The Management Company may also place announcements in other newspapers and periodicals of its choice. Moreover, registered investors will be notified by way of permanent data media in the following instances: suspension of the redemption of Units; liquidation of the Fund or a Subfund; changes to the Management Regulations that are inconsistent with the existing investment principles, affect significant



investor rights, or relate to remuneration or compensation of expenses (stating the background and the investors' rights), the merger of a Subfund or the possible conversion of a Subfund into a feeder fund.

The Management Company is required, if requested, to supply the German tax authorities with evidence demonstrating, for example, the correctness of the declared basis for taxation. The calculation of this basis may be interpreted in different ways, and it is not possible to guarantee that the German tax authorities will accept the Management Company's calculation method in every significant respect. Moreover, investors must be aware that, in the event that past errors come to light, corrections may not be generally made with retroactive effect but in principle are only applied to the current financial year. Consequently, such corrections may adversely affect or benefit those investors who receive a distribution or to whom capital growth accrues in the current financial year.

#### **Distribution of Units in Austria**

UniCredit Bank Austria AG, Schottengasse 6–8, A-1010 Vienna, is the Paying Agent (the "Austrian Paying Agent") for Austria.

All payments intended for Unitholders may be channeled at his or her request via the Austrian Paying Agent and/or upon request may be paid in cash by the Austrian Paying Agent.

Applications for the redemption of Units may be lodged with the Austrian Paying Agent.

Hardcopies of the Prospectus, the Key Investor Information Document, the Management Regulations, the audited annual report as well as the unaudited semi-annual report and the issue and redemption prices are available free of charge from the Austrian Paying Agent.

All notices to Unitholders and price publications shall be published in the "Wiener Zeitung" as a minimum. The Management Company may also place announcements in other newspapers and periodicals of its choice.

#### **Distribution of Units in Liechtenstein**

The Paying Agent and Representative in Liechtenstein is LGT Bank in Liechtenstein Aktiengesellschaft, Herrengasse 12, FL-9490 Vaduz.

Announcements to investors concerning amendments to the Management Regulations, change of the Management Company or the Custodian Bank as well as the liquidation of the Fund shall be published in the "Liechtensteiner Vaterland".

Prices are published on the electronic platform [www.swissfunddata.ch](http://www.swissfunddata.ch) each day on which Units are issued and redeemed. At least twice a month, prices are published in the "Liechtensteiner Vaterland".

#### **Distribution of Units in the United Kingdom**

Subject to the section below, this Prospectus is available for general distribution in, from or into the United Kingdom because the Company is a recognized collective investment scheme pursuant to section 264 of the Financial Services and Markets Act 2000.

It should be noted, however, that only the Subfunds: Credit Suisse Fund (Lux) Commodity Index Plus (Sfr), and Credit Suisse Fund (Lux) Commodity Index Plus (US\$)

have so far been notified to the United Kingdom Financial Services Authority (FSA). Consequently, the other subfunds are not generally available to investors in the United Kingdom (unless one of the exceptions applicable to the distribution of unregulated collective investment schemes is applied).

The Fund's contact in the United Kingdom ("Facilities Agent") is Credit Suisse Asset Management Limited, London. Applications for the redemption or exchange of the Fund's Units may be submitted to the Facilities Agent.

Any correspondence with the Facilities Agent should be directed to Credit Suisse Asset Management Limited, One Cabot Square, London E14 4QJ, United Kingdom.

The Prospectus, the Management Regulations, the Key Investor Information Document, and the audited annual and semi-annual report, in addition to issuing, redemption and exchange prices, are available free of charge from the Facilities Agent.

The Management Company will provide for each United Kingdom investor, for each accounting period, information about the subfunds' income on the website [www.credit-suisse.com](http://www.credit-suisse.com) within six months of the first day after the relevant accounting period, enabling them to complete their United Kingdom tax returns. Investors without access to the internet may obtain

this information directly (by post or telephone) from the customer service officer.

Prices are published daily at [www.credit-suisse.com](http://www.credit-suisse.com).

All communications to the Unitholders are notified to the FSA and the Unitholders in compliance with Luxembourg law. The Management Company may also place announcements in other newspapers and periodicals of its choice.

Complaints regarding the management of the Fund may be lodged with the Facilities Agent or directly with the Fund's Management Company or via the customer service officer.

Investors can obtain information on the Fund and its Subfunds that are accessible to investors in the United Kingdom, plus information on the taxation of the investments, in the Supplementary Prospectus appended to this Prospectus.

Investors in the United Kingdom are hereby notified that the rules issued by the FSA in the context of the Financial Services and Markets Act 2000 are not applicable to the Fund's investment activities. In particular, the investor protection rules for private investors (e.g. those granting investors a right of revocation or the right to withdraw from certain investment contracts) are not applicable; nor do the provisions of the Financial Services Compensation Scheme apply to an investment in the Fund.

## 21. Subfunds

### Credit Suisse Fund (Lux) Bond EUR Credit Suisse Fund (Lux) Bond USD

#### Investment Objective and Investment Policy

The objective of these Subfunds is primarily to achieve a high and steady income based on the performance of bonds denominated in the respective Reference Currency of each Subfund with medium to long-term maturities while preserving the value of the assets.

At least two-thirds of the total net assets of each Subfund shall be invested in medium to long-term debt instruments, bonds, notes and similar fixed-interest or floating-rate securities (including securities issued on a discount basis) of public, private and semi-private issuers from the investment grade area, with emphasis placed on prime borrower quality, denominated in the respective Reference Currency of each Subfund.

Up to one-third of the total net assets of each Subfund may be invested in currencies other than the relevant Reference Currency. The portion invested in currencies other than the respective Subfund's Reference Currency does not need to be hedged against such Reference Currency. Accordingly, any fluctuation in the exchange rate for such currencies in relation to the Reference Currency of the Subfund, will affect the Net Asset Value of the Subfund.

Each Subfund may invest up to 25% of its total net assets in convertible bonds, convertible notes and warrant bonds and up to 10% of its total net assets in asset-backed debt securities and mortgage-backed debt securities of average or high quality (rated at least "BBB-" by Standard & Poor's or "Baa3" by Moody's).

In addition to direct investments, the Subfunds may contract futures and options as well as swap transactions (interest-rate swaps, total return swaps) for the purpose of hedging and efficient portfolio management, provided due account is taken of the investment restrictions set out in Chapter 6, "Investment Restrictions".

Furthermore, the Subfunds may actively manage their currency and credit exposure through the use of currency futures, swap transactions and credit default swaps.

In particular, and subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3 g) and 3 h) the Management Company may use securities (credit linked notes) as well as techniques and instruments (credit default swaps) for the purpose of managing the credit risk of each Subfund. Each Subfund may enter into commitments from credit default swaps not serving the purpose of hedging for up to 100% of its total net assets, though the commitments arising from the protection-buying and protection-providing positions may not in total exceed 100% of the total net assets of each Subfund.

For the purpose of duration management, the Subfunds may make greater use of interest rate futures, subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3). Contrary to what is set forth in Chapter 6, section 3 e), "Investment Restrictions", the Subfunds may, for the purpose of managing interest rate risks, buy and sell interest rate futures contracts in any currency; the commitments entered into may exceed the value of the securities held in this currency, but may not exceed the total net assets of the respective Subfund.

By exercising conversion and subscription rights or options and warrants held separately from warrant bonds, up to 10% of the respective total net assets of each Subfund may be invested on a temporary basis in shares, other equity interests, dividend right certificates and similar securities with equity features.

#### Global Exposure

The global exposure of each Subfund will be calculated on the basis of the commitment approach.

#### Specific Risk Information

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that the Subfunds' investment universe is not limited in terms of the issuers' size or their geographic region. Furthermore, and subject to the investment principles set out above, the Subfunds may undertake investments in emerging markets and make use of derivative instruments; investors are thus advised to note the corresponding risks set out in Chapter 7, "Risk Factors".

Potential investors should also note that investments in asset-backed securities (ABS) and mortgage-backed securities (MBS) are debt securities issued by a special purpose vehicle (SPV) with the aim to pass

through of liabilities of third parties other than the parent company of the issuer. Such securities are protected by an asset pool (mortgages in the case of MBS and various types of assets in the case of ABS). Owing to the divergent structure and particular features of these instruments compared with traditional bonds (corporate bonds or sovereign debt), these transactions may exhibit divergent characteristics in terms of counterparty and interest rate risk as well as other types of risks, such as reinvestment risk arising from built-in termination rights (prepayment options), credit risks on the underlying assets and advance repayments of principal resulting in a lower total return (especially if repayment of the debt is not concurrent with redemption of the assets underlying the claims).

In addition, potential investors should note that various money flow risks arising from adjustments necessitated by subscriptions and redemptions may reduce the targeted return.

#### Profile of the Typical Investor

The Subfunds are suitable for investors who wish to invest in a broadly diversified portfolio of transferable debt instruments and claims, issued by international and supranational organizations, private borrowers, semi-public and public borrowers.

#### Investment Manager

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of these Subfunds.

#### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

#### Initial Subscription Period

The Management Company will, at its own discretion, define the initial issue of units of the Subfunds at a later date.

The Prospectus will be amended accordingly.

**Credit Suisse Fund (Lux) Bond Medium Maturity EUR**  
**Credit Suisse Fund (Lux) Bond Medium Maturity Sfr**  
**Credit Suisse Fund (Lux) Bond Medium Maturity USD**

**Investment Objective and Investment Policy**

The objective of these Subfunds is primarily to achieve a high and steady income based on the performance of short- to medium-term maturity bonds denominated in the respective Subfund's Reference Currency while preserving the value of the assets.

At least two-thirds of the total net assets of each Subfund shall be invested in such instruments denominated in the respective Subfund's Reference Currency and consisting of short- to medium-term debt instruments, bonds, notes and similar fixed-interest or floating-rate securities (including securities issued on a discount basis) of public, private and semi-private issuers from the investment grade area, with emphasis placed on prime borrower quality.

Up to one-third of the total net assets of each Subfund may be invested in currencies other than the relevant Reference Currency. The portion invested in currencies other than the respective Subfund's Reference Currency does not need to be hedged against such Reference Currency. Accordingly, any fluctuation in the exchange rate for such currencies in relation to the Reference Currency of the respective Subfund, will affect the Net Asset Value of the Subfund.

Each Subfund may invest up to 25% of its total net assets in convertible bonds, convertible notes and warrant bonds and up to 10% of its total net assets in asset-backed debt securities and mortgage-backed debt securities of average or high quality (rated at least "BBB-" by Standard & Poor's or "Baa3" by Moody's).

In addition to direct investments, the Subfunds may contract futures and options as well as swap transactions (interest-rate swaps, total return swaps) for the purpose of hedging and efficient portfolio management, provided due account is taken of the investment restrictions set out in Chapter 6, "Investment Restrictions".

Furthermore, each Subfund may actively manage its currency and credit exposure through the use of currency futures, swap transactions and credit default swaps.

In particular, and subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3 g) and 3 h), the Management Company may use securities (credit linked notes) as well as techniques and instruments (credit default swaps) for the purpose of managing the credit risk of each Subfund. Each Subfund may enter into commitments from credit default swaps not serving the purpose of hedging for up to 100% of its total net assets, though the commitments arising from the protection-buying and protection-providing positions may not in total exceed 100% of the total net assets of each Subfund.

For the purpose of duration management, the Subfunds may make greater use of interest rate futures, subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3). Contrary to what is set forth in Chapter 6, section 3e), "Investment Restrictions", the Subfunds may, for the purpose of managing interest rate risks, buy and sell interest rate futures contracts in any currency; the commitments entered into may exceed the value of the securities held in this currency, but may not exceed the total net assets of the respective Subfund.

By exercising conversion and subscription rights or options and warrants held separately from warrant bonds, up to 10% of the respective total net assets of each Subfund may be invested on a temporary basis in shares, other equity interests, dividend right certificates and similar securities with equity features.

**Global Exposure**

The global exposure of each Subfund will be calculated on the basis of the commitment approach.

**Specific Risk Information**

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that the Subfunds' investment universe is not limited in terms of the issuers' size or their geographic region. Furthermore, and subject to the investment principles set out above, the Subfunds may undertake investments in emerging markets and make use of derivative instruments; investors are thus advised to note the corresponding risks set out in Chapter 7, "Risk Factors".

Potential investors should also note that investments in asset-backed securities (ABS) and mortgage-backed securities (MBS) are debt securities issued by a special purpose vehicle (SPV) with the aim to pass

through of liabilities of third parties other than the parent company of the issuer. Such securities are protected by an asset pool (mortgages in the case of MBS and various types of assets in the case of ABS). Owing to the divergent structure and particular features of these instruments compared with traditional bonds (corporate bonds or sovereign debt), these transactions may exhibit divergent characteristics in terms of counterparty and interest rate risk as well as other types of risks, such as reinvestment risk arising from built-in termination rights (prepayment options), credit risks on the underlying assets and advance repayments of principal resulting in a lower total return (especially if repayment of the debt is not concurrent with redemption of the assets underlying the claims).

In addition, potential investors should note that various money flow risks arising from adjustments necessitated by subscriptions and redemptions may reduce the targeted return.

**Profile of the Typical Investor**

The Subfunds are suitable for investors who wish to invest in a broadly diversified portfolio of bonds, but who want to restrict interest-rate risk to the short- and medium-term segment.

**Investment Manager**

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of these Subfunds.

**Adjustment of the Net Asset Value (Single Swing Pricing)**

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Initial Subscription Period**

The Management Company will, at its own discretion, define the initial issue of units of the Subfunds at a later date.

The Prospectus will be amended accordingly.

**Credit Suisse Fund (Lux) Bond Short Maturity EUR**  
**Credit Suisse Fund (Lux) Bond Short Maturity USD****Investment Objective and Investment Policy**

The objective of these Subfunds is primarily to achieve a high regular income while keeping fluctuations in value to a minimum and maintaining a high level of liquidity in the respective Reference Currency.

At least two-thirds of these Subfunds' assets shall be invested in debt instruments, bonds, notes, similar fixed-interest or floating-rate securities (including securities issued on a discount basis) with a short term to maturity or short remaining term to maturity, denominated in the respective Reference Currency.

Up to one-third of the net assets of each Subfund may be invested in currencies other than the Reference Currency and/or in investment classes other than those specified above.

The portion invested in currencies other than the Reference Currency is not required to be hedged against the Reference Currency of the Subfund concerned. Accordingly, any fluctuation in the exchange rate for such currencies in relation to the respective Subfund's Reference Currency will affect the Net Asset Value of the concerned Subfund.

In addition to direct investments, the Subfunds may engage in options, forward transactions and swap transactions (interest rate swaps, total return swaps) for the purpose of hedging and efficient portfolio management, provided the restrictions set out in Chapter 6, "Investment Restrictions", are taken into account.

Within the framework specified above, the Subfunds may have an exposure to equities or equity markets not exceeding 10% of their total net assets. This exposure may be entered into either directly or indirectly through the use of derivatives; the use of derivatives may result in net short positions arising. Furthermore, the Subfunds may actively manage their currency exposure through the use of forward exchange transactions and currency swap transactions. For the purpose of duration management, the Subfunds may make greater use of interest rate futures, subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3). Contrary to what is set forth in Chapter 6, section 3e), "Investment Restrictions", the Subfunds may, for the purpose of managing interest rate risks, buy and sell interest rate futures contracts in any currency; the commitments entered into may exceed the value of the securities held in this currency, but may not exceed the total net assets of the respective Subfund.

The Subfunds may invest up to 15% of their total net assets in structured products (certificates, notes) that are sufficiently liquid, are issued by first-class banks (or by issuers providing investor protection equivalent with that provided by such banks), and are in line with the investment principles specified above. These structured products must qualify as transferable securities pursuant to Article 41 of the Law of December 17, 2010. Moreover, these structured products must be valued regularly and transparently on the basis of independent sources. Unless these structured products contain embedded derivatives pursuant to Article 42 (3) of the Law of December 17, 2010, such products must not entail any leverage effect. The derivatives embedded in such structured products may only be based on investment instruments specified in section 1) of Chapter 6, "Investment Restrictions". In addition to the provisions on risk diversification, the underlying asset baskets and underlying indices must be sufficiently diversified.

Subject to the investment restrictions set out in Chapter 6, "Investment Restrictions", section 3 g) and 3 h) and the aforementioned limit of 15% for investments in structured products, the Management Company may use for the Subfunds securities (credit linked notes) as well as techniques and instruments (credit default swaps) for managing the credit risks.

**Global Exposure**

The global exposure of the Subfunds will be calculated on the basis of the commitment approach.

**Specific Risk Information**

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that the Subfunds' investment universe is not limited in terms of the issuers' size or credit ratings. Furthermore, and subject to the investment principles set out above, the Subfunds may undertake investments in emerging markets and make use of derivatives; investors are thus advised to note the corresponding risks set out in Chapter 7, "Risk Factors".

In addition, potential investors should note that various money flow risks arising from adjustments necessitated by subscriptions and redemptions may reduce the targeted return.

**Profile of the Typical Investor**

The Subfunds are suitable for investors who, for reasons of yield, are seeking an alternative to the short-term money market, wish to limit the price risk on their bond investments and would like to shorten the average duration of their bond portfolio.

**Investment Manager**

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of these Subfunds.

**Adjustment of the Net Asset Value (Single Swing Pricing)**

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Credit Suisse Fund (Lux) Commodity Index Plus (Sfr)****Credit Suisse Fund (Lux) Commodity Index Plus (US\$)**

The currency mentioned in the name of the respective Subfund is the Reference Currency in which the performance and Net Asset Value of the particular Subfund are calculated, and is not necessarily the investment currency of the Subfund.

**Investment Objective and Investment Policy**

The aim of these Subfunds is to achieve a currency-adjusted performance in line with the development of the Dow Jones-UBS Commodity Index<sup>SM</sup> (hereinafter referred to as the "Benchmark Index"). The Subfunds' investment policy is to use various financial derivative instruments with similar statistical characteristics (return on investment and volatility) to the Benchmark Index in order to track the Benchmark Index as closely as possible. In this case, the obligations entered into with the derivatives shall be permanently covered by bank deposits, money market instruments or debt securities with a remaining term to maturity not exceeding 12 months ("liquid assets"), and at least 90% of these investments must be denominated in US dollars. In the case of Subfunds whose Reference Currency is not the US dollar, however, the value of such investments not hedged against the Reference Currency must not exceed 10% of the Subfund's total net assets.

The Subfunds therefore aim at a total return comprising the performance of the derivatives used on the Benchmark Index and the interest on the investments in liquid assets.

**The Subfunds' Investments**

To replicate the Benchmark Index, the Subfunds invest in accordance with Article 41 (1) g) of the Law of December 17, in financial derivative instruments such as swaps, index forwards or futures and options on either the Benchmark Index or the individual sub-indices or in certificates on the Benchmark Index or individual sub-indices, provided these certificates are issued by first class banks (or by issuers providing investor protection equivalent with that provided by such banks), qualify as transferable securities pursuant to Article 41 (1) a) to d) of the Law of December 17, 2010 and are sufficiently liquid. The certificates must be instruments that are settled in cash, and their valuation must be performed regularly and be transparent at all times on the basis of the last available stock market price or, where this price does not accurately reflect the real market value, be conducted by an independent valuation agency. The certificates must not entail any leverage effect.

The Subfunds cover the obligations entered into through the use of derivatives constantly with bank deposits, money market instruments, debt securities with a remaining term to maturity of no more than 12 months or other short-term liquidity. To determine the remaining term to maturity of

the debt securities, the related derivatives are taken into consideration. In the case of debt securities, for which, in accordance with their terms of issue, the interest rate is adjusted to market conditions at least once a year, the period until the next interest rate adjustment is to be taken as the remaining term to maturity.

Forward exchange contracts, call options and put options are used to hedge against currency risks compared with the Reference Currency.

Greater recourse may be made to interest rate futures and interest rate swaps to hedge against interest rate risks and to manage the duration, in accordance with the conditions set out in Chapter 6, "Investment Restrictions", section 3).

In accordance with Chapter 6, "Investment Restrictions", sections 3 g) and h), these Subfunds may also use securities (credit linked notes) and techniques and instruments (credit default swaps) for managing the credit risks. Credit default swaps may be used for hedging credit risks only.

The assets of the Subfunds may not be invested in equity or equity-type securities or in convertible or warrant bonds. Furthermore, the Subfunds may not invest directly in commodities or in derivatives on individual commodities.

### Global Exposure

The global exposure of the Subfunds will be calculated on the basis of the commitment approach.

### Specific Risk Information

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that investments in commodity indices differ from traditional investments and entail additional risk potential. In principle, the risks entered into by the Subfunds remain limited due to the lack of any leverage effect. The assets of the Subfunds are nevertheless subject to normal fluctuations in the performance of the Benchmark Index. In the past few years, the Benchmark Index had a low correlation to both the stock markets and the bond markets, while its annualized risk/return profile was similar to that of the stock markets. The value of the derivatives on commodity indices is affected in particular by fluctuations on the commodity markets, and with options and structured products also by volatility of commodity indices and changes in interest rates. Historical financial market scenarios are not a guarantee of future developments. There can therefore be no guarantee that the investment objective will be met.

### Profile of the Typical Investor

The Subfunds are suitable for investors seeking access to the international commodities markets and wishing to participate in the economic developments on these markets. The Subfunds are oriented to a broad-based, globally diversified commodity-Benchmark Index. In view of the historically low correlation between commodities and traditional investment classes such as shares and bonds, the Subfund is also ideal as an addition to the diversification of a investment portfolio.

### Investment Manager

The Management Company has appointed Credit Suisse Asset Management, LLC, New York, as Investment Manager to assist with the management of the Subfunds.

### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

### Benchmark Index

The Subfunds' Benchmark Index is the **Dow Jones-UBS Commodity Index<sup>SM</sup>**. Further information about the Benchmark Index is available on the internet at [www.djindexes.com](http://www.djindexes.com).

The Subfunds are not sponsored, endorsed, sold or promoted by Dow Jones, UBS AG, UBS Securities LLC ("UBS Securities"), CME Indexes or any of their subsidiaries or affiliates. None of Dow Jones, UBS AG, UBS

Securities, CME Indexes or any of their subsidiaries or affiliates makes any representation or warranty, express or implied, to the Unitholders of the Subfunds or any member of the public regarding the advisability of investing in securities or commodities generally or in the Subfunds particularly. The only relationship of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates to the Management Company is the licensing of certain trademarks, trade names and service marks and of the Benchmark Index, which is determined, composed and calculated by CME Indexes in conjunction with UBS Securities without regard to the Management Company or the Subfunds. Dow Jones, UBS Securities and CME Indexes have no obligation to take the needs of the Management Company or the Unitholders of the Subfunds into consideration in determining, composing or calculating the Benchmark Index. None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their respective subsidiaries or affiliates is responsible for or has participated in the determination of the timing of, prices at, or quantity of the Subfunds launched or in the determination or calculation of the equation by which the Subfunds are to be converted into cash.

None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates shall have any obligation or liability, including, without limitation, to the Subfunds' Unitholders, in connection with the administration, marketing or trading of the Subfunds. Notwithstanding the foregoing, UBS AG, UBS Securities, CME Group Inc. and their respective subsidiaries and affiliates may independently issue and/or sponsor financial products unrelated to the Subfunds currently issued by the licensee, but which may be similar to and competitive with the Subfunds.

In addition, UBS AG, UBS Securities, CME Group Inc. and their subsidiaries and affiliates actively trade commodities, commodity indexes and commodity futures (including the Dow Jones-UBS Commodity Index<sup>SM</sup> and Dow Jones-UBS Commodity Index Total Return<sup>SM</sup>), as well as swaps, options and derivatives which are linked to the performance of such commodities, commodity indexes and commodity futures. It is possible that this trading activity will affect the value of the Benchmark Index and the Subfunds. The Prospectus relates only to the Subfunds and does not relate to the exchange-traded physical commodities underlying any of the Benchmark Index components. Purchasers of the Units of the Subfunds should not conclude that the inclusion of a futures contract in the Benchmark Index is any form of investment recommendation of the futures contract or the underlying exchange-traded physical commodity by Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates. The information in the Prospectus regarding the components of the Benchmark Index has been derived solely from publicly available documents. None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates has made any due diligence inquiries with respect to the components of the Benchmark Index in connection with the Subfunds. None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates makes any representation that these publicly available documents or any other publicly available information regarding the Benchmark Index components, including without limitation a description of factors that affect the prices of such components, are accurate or complete.

None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates guarantees the accuracy and/or the completeness of the Benchmark Index or any data related thereto and none of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates shall have any liability for any errors, omissions or interruptions therein. None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates makes any warranty, express or implied, as to results to be obtained by the Management Company, the Unitholders of the Subfunds or any other person or entity from the use of the Benchmark Index or any data related thereto. None of Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries or affiliates makes any express or implied warranties and expressly disclaims all warranties of merchantability or fitness for a particular purpose or use with respect to the Benchmark Index or any data related thereto. Without limiting any of the foregoing, in no event shall Dow Jones, UBS AG, UBS Securities, CME Indexes or any of their subsidiaries and affiliates have any liability for any lost profits or indirect, punitive, special or consequential damages or losses, even if notified of the possibility thereof. There are no third party beneficiaries of any agreements or arrangements among UBS Securities, CME Indexes and the Management Company, other than UBS AG and the licensors of CME Indexes.

**Credit Suisse Fund (Lux) Fixed Income Cycle Invest****Investment Objective and Investment Policy**

The Subfund's investment objective is to attain the highest possible return within defined risk diversification rules by means of active sector rotation in the fixed-income area, while at the same time taking due account of the liquidity of the investments. To achieve this, the Subfund will allocate its investments across various fixed-income asset classes (such as government bonds, corporate bonds, inflation-indexed debt securities, bonds of emerging market issuers, bonds of supranational organizations, high-interest and convertible bonds, mortgage-backed and asset-backed securities, and collateralized debt obligations) while investing across the full spectrum of credit ratings in order to utilize attractive investment opportunities in light of the business cycle and the corresponding development of interest rates and credit spreads. The Subfund will seek, by using various return-enhancing strategies such as duration management and credit management, to generate sustained value added. In particular, it aims to profit from interest rate rises and falls as well as any widening or narrowing of credit spreads. To this end, the Subfund intends to apply a diversified long-short strategy entailing the use of financial derivatives such as futures, swaps, options and credit derivatives. With regard to the total exposure associated with the use of derivatives, this diversified long-short strategy is subject to the provisions of Chapter 6, "Investment Restrictions", in conjunction with Article 42 (3) of the Law of December 17, 2010. The total exposure resulting from the use of financial derivative instruments must not exceed 100% of the total assets of the Subfund.

In accordance with its investment objective and the investment instruments set out below, the Subfund will be predominantly oriented, either directly or indirectly, to fixed income investment classes. The Subfund's exposure to currencies other than the Reference Currency should not exceed 30% of its total net assets.

**Investment Instruments**

To achieve its investment objective, the Subfund may, subject to the aforementioned investment principles, use any of the instruments listed in Chapter 6, "Investment Restrictions", section 1); these may include, but not be limited to, the instruments specified below:

*Bonds, notes, similar fixed- or variable-income securities, money market instruments, and deposits or other callable bank deposits:* max. 100% of the Subfund's total net assets;

*Convertible bonds, convertible notes and bonds with warrants:* max. 25% of the Subfund's total net assets;

*Equities and equity-type securities (without consideration of exposure to the equity market via convertible bonds, convertible notes and warrant bonds):* max. 10% of the Subfund's total net assets.

**Structured products**

The Subfund may invest up to 25% of its total net assets in structured products (certificates, notes) issued by first-class banks (or issuers offering investor protection equivalent to that of first-class banks) and in collateralized debt obligations (CDOs), collateralized loan obligations (CLOs), credit-linked notes (CLNs), asset-backed and mortgage-backed securities, which are issued by private, semi-private and public-law issuers worldwide.

These structured products must qualify as transferable securities pursuant to Article 41 of the Law of December 17, 2010 and must be valued regularly and transparently on the basis of independent sources. Unless these structured products contain embedded derivatives pursuant to Article 42 (3) of the Law of December 17, 2010 such products must not entail any leverage effect. The derivatives embedded in such structured products may only be based on investment instruments specified in Chapter 6, "Investment Restrictions", section 1). In addition to the provisions on risk diversification, the composition of the underlying asset baskets and underlying indices must be sufficiently diversified. The Subfund may invest up to 20% of its total net assets in asset-backed securities and mortgage-backed securities.

**Derivatives**

The Subfund may invest up to 100% of its total net assets in derivatives that offer an exposure to the above-mentioned asset classes and comply with the above-mentioned investment principles. These include interest swaps, forwards and futures, options on bonds, bond indices, securities,

equity indices and all other permitted financial instruments, credit derivatives such as credit default swaps subject to the provisions of Chapter 6, "Investment Restrictions", sections 1 g) and 3 f), but with the following exceptions.

Contrary to what is set forth in Chapter 6, "Investment Restrictions", section 3 g) the Subfund may enter into commitments from credit default swaps not serving the purpose of hedging amounting to up to 100% of total net assets, though the commitments arising from the protection-buying and protection-providing positions may not in total exceed 100% of total net assets.

Contrary to what is set forth in section 3 i) of Chapter 6, "Investment Restrictions", subject to the daily mark-to-market valuation and any resulting adjustments, the Subfund may engage in active currency allocation. In doing so, it may buy investment currencies on the basis of forward currency contracts up to the value of the associated net assets and may sell them against another investment currency for up to the same amount.

The application of the limits set out in Chapter 6, "Investment Restrictions" to OTC derivatives is based on the net default risk of a counterparty, i.e. the Management Company will reduce the total default risk of a counterparty in OTC transactions by only entering into such transactions if the counterparty supplies the Subfund with collateral, which may consist of (i) liquidity, (ii) bonds with an external rating of at least "investment grade", (iii) exchange-listed shares or convertible bonds that are included in a main index, (iv) shares or units of UCITS which themselves invest in money market instruments and have a rating of AAA or the equivalent, and (v) shares or units of UCITS which themselves invest in bonds and have a rating of AAA or the equivalent, provided these UCITS do not use swaps to exchange the performance of the bonds against that of other investment classes. The collateral must be held in safekeeping with a first-class financial institution on a separate account in favor of the Subfund and be realizable by the Management Company in favor of the Subfund at all times. It is valued at market prices on a daily basis.

If the underlying of derivatives are financial indices, such indices shall be chosen in accordance with Article 9 of the Grand-Ducal Regulation of February 8, 2008.

**Global Exposure**

The global exposure of the Subfund will be calculated on the basis of the commitment approach.

**Specific Risk Information**

In addition to the risks set out in Chapter 7, "Risk Factors", potential investors should note that the Subfund's investments are not subject to any restrictions in terms of the size of the issuers, their geographic region or their credit rating. Moreover, the Subfund may, subject to the investment principles set out above, invest in emerging countries. Investors are advised to consider the corresponding risks set out in Chapter 7, "Risk Factors". Emerging markets are all countries which, at the time of investment, are not considered to be developed industrialized countries by the International Monetary Fund, the World Bank or the International Finance Corporation (IFC).

Potential investors should note in particular that the probable returns on securities of issuers from emerging markets are generally higher than the returns on similar securities of equivalent issuers from developed, industrialized countries. However, the higher return should be viewed as compensation for the greater risk to which the investor is exposed.

The net assets of a Subfund that invests in fixed-income securities vary according to fluctuations in interest rates and premiums for credit risks. A rise or fall in interest rates and/or credit spreads can impair the Subfund's net assets. Conversely, when interest rates or credit spreads fall, the value of fixed-income securities generally can be expected to rise. Since this Subfund may invest in debt instruments in the non-investment grade sector, the underlying debt instruments may present a greater risk in terms of downgrading or may exhibit a greater default risk than debt instruments of first-class issuers. The higher return should be viewed as compensation for the greater degree of risk attached to the related debt instruments and the Subfund's higher volatility. Potential investors must be aware that the loss of their entire investment cannot be completely ruled out. To reduce such risks, however, the individual issuers are subject to close monitoring. Also, the investments are broadly diversified by issuer.

In addition to the risks specified in Chapter 7, "Risk Factors", potential investors should note that the counterparty risk arising from the use of derivative strategies cannot be wholly eliminated. Potential investors must

be aware that the use of financial derivative instruments and strategies could result in complete neutralization of the portfolio, which would in turn detract from the targeted return.

Most asset-backed and mortgage-backed securities entail additional and different risks compared with conventional fixed-interest instruments as they additionally feature early-call rights (prepayment options), credit or loan-loss risks relating to the underlying assets. When interest rates trend downwards, it may be assumed that the early-call rights (prepayment options) are more likely to be exercised. As a rule, the amounts repaid can only be invested at the lower interest rates prevailing at this point in time. These securities can therefore be expected to experience less growth in value at times of falling interest rates than other fixed-income securities; moreover, they are probably less suitable for fixing a specific return.

When interest rates are rising, however, asset-backed and mortgage-backed securities are generally subject to the same risk of depreciation as other fixed-income instruments. The credit ratings awarded by rating agencies should provide a way of assessing the security of the capital and of the interest payments on the securities rated. There is no certainty that the rating agencies promptly adjust their ratings in line with changes in the economic situation or in the issuer's situation which could affect the market value of the security concerned. Investments in asset-backed or mortgage-backed securities may prove extremely volatile. Investors must expect potentially large capital losses. The Management Company will seek to minimize such risks by a strict selection of investments acquired and by an appropriate spreading of risk. Even so, the risk of a total loss cannot be ruled out. Moreover, it is not inconceivable that the Subfund will invest in asset-backed and mortgage-backed securities that are poorly liquid or that such investments may become less liquid after they have been acquired. Therefore, there may not be reliable price sources for such securities, and it is possible that prices will only be fixed only once a week or even less frequently, with the result that a valuation of such securities based on the available price sources proves imprecise. If securities are sold owing to redemptions, considerable discrepancies may arise between the last valuation of the securities concerned and the actual proceeds obtained by the counterparty.

Prices of convertible bonds are less volatile than those of equities. However, as they are more volatile than those of traditional bonds, investors should have a correspondingly larger risk appetite. Prices of convertible bonds fluctuate in line with equity price changes and interest rate movements. When equity prices are rising, they perform better than traditional bonds; but when share prices are falling, they underperform these instruments.

In addition, potential investors should note that various money flow risks arising from adjustments necessitated by subscriptions and redemptions may reduce the targeted return.

#### **Profile of the Typical Investor**

The Subfund is suitable for investors who would like an exposure to the fixed-income segment and want to link the development of this investment class to the economic cycle, while also wishing to participate in the added value arising from the use of various derivative investment strategies in the bond markets.

#### **Investment Manager**

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfund.

#### **Adjustment of the Net Asset Value (Single Swing Pricing)**

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Credit Suisse Fund (Lux) Global Responsible Equities****Investment Objective and Investment Policy**

The objective of this Subfund is to generate the highest possible return in euro while making use of the opportunities of international diversification. The Subfund invests, within the meaning of Article 41 (1) of the Law of December 17, 2010, at least 80% of its total assets worldwide, irrespective of currency, in equities and equity-type securities (participation certificates, dividend right certificates, ADRs, GDRs, etc.).

In addition to this equity portfolio, the Subfund may invest up to 20% of its assets in money market instruments. For the purposes of hedging or efficient portfolio management, the Subfund may use financial derivative instruments in accordance with Chapter 6, "Investment Restrictions".

The choice of investments is oriented widely to the compliance with international norms and standards in the "Environment, Social and Corporate Governance (ESG)" field and to the UN Principles for Responsible Investments (PRI).

**Global Exposure**

The global exposure of the Subfund will be calculated on the basis of the commitment approach.

**Specific Risk Information**

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that dividends generated by the Subfund's investments may be subject to non-recoverable withholding tax. This could impair the Subfund's income. Furthermore, capital gains generated by the Subfund's investments may also be subject to capital gains tax and to repatriation restrictions.

**Profile of the Typical Investor**

The Subfund is suitable for growth-oriented investors who attach importance to an internationally diversified equity portfolio that meets high ethical requirements.

**Investment Manager**

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfund.

**Adjustment of the Net Asset Value (Single Swing Pricing)**

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Credit Suisse Fund (Lux) Money Market Sfr  
Credit Suisse Fund (Lux) Money Market EUR  
Credit Suisse Fund (Lux) Money Market USD****Investment Objective and Investment Policy**

The objective of these Subfunds is to achieve high and steady income while taking account of security of investment capital, stable value and high liquidity. To achieve this objective, the Subfunds' assets are invested worldwide, and in accordance with the principle of risk-spreading, primarily in money market instruments (particularly treasury notes, certificates of deposit, commercial paper, medium-term notes and bankers' acceptances), in short-term treasury bills and/or fixed-interest and floating-rate securities issued by first-class issuers or guaranteed by first-class guarantors.

At least two-thirds of the total assets of each Subfund must be invested in such instruments denominated in the Reference Currency of the respective Subfund. Furthermore, each Subfund may invest up to one-third of its total assets in other currencies provided however that the respective currency exposure is fully hedged.

Subject to section 3) of Chapter 6, "Investment Restrictions", each Subfund may enter into foreign exchange and/or interest rate swap transactions based on money market instruments or transferable securities, provided these transactions relate directly to the assets of the relevant Subfund and are used to hedge currency and interest rate risks.

The Subfunds may only make use of derivatives in line with the money market investment strategy.

The Subfunds may not have a high exposure to equities or commodities, either directly or indirectly.

Investments in convertible bonds, convertible notes and warrant bonds are not permitted.

Furthermore, to guarantee sufficient liquidity for payments and for tactical investment reasons, the Subfunds may hold liquid assets (theoretically accounting for up to 100% of total assets) in the form of fixed-term deposits at financial institutions.

The investments of the above-mentioned Subfunds will be effected in such a way that the weighted average maturity (WAM) of all instruments contained therein does not exceed 6 months. For the purpose of calculating the weighted average maturity, the period until the next interest rate adjustment per instrument is to be taken as the remaining term to maturity. Floating-rate securities must reset to a money market rate or index. In addition, the term to maturity of the individual instruments must not exceed two years, provided that the time remaining until the next interest rate reset date is less than or equal to 397 days. The portfolio of each Subfund must have a weighted average life (WAL) of no more than 12 months.

Some of the markets (in particular emerging markets) or sectors of the securities markets in which the Subfunds invest may undergo periods of substantial price fluctuations or experience liquidity problems. Income from debt instruments in the lower investment grade sector is higher than that earned from first-class borrowers. The higher income should be regarded as compensation for the fact that investments in this segment involve a greater risk of losses.

Investments by the Subfunds in other UCITS or UCIs are limited to money market funds that comply with the investment restrictions specified above. Each Subfund is a "Money Market Fund" in accordance with CESR Guidelines on a common definition of European money market funds (CESR/10-049) and invests its assets in compliance with these Guidelines.

**Global Exposure**

The global exposure of the Subfunds will be calculated on the basis of the commitment approach.

**Net Asset Value**

In principle, the Subfunds' assets are determined in accordance with Chapter 8, "Net Asset Value".

That part of the Subfunds' assets that consists of money market or debt instruments with a maturity or remaining term to maturity of less than 3 months and which does not have any specific sensitivity to market parameters, including credit risk, shall be valued in accordance with Chapter 8, "Net Asset Value".



**Specific Risk Information**

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that investments in money market funds are different from investments in bank deposits. Although it is the objective of the Subfunds to preserve the value of capital, there is no capital guarantee. Investors should be aware that it is possible to suffer losses by investing in the Subfunds.

Due to the longer duration a money market fund is more sensitive to changes in interest rates than short term-money market funds.

**Profile of the Typical Investor**

The Subfunds are suitable for investors who are interested in a short-term investment in the respective Subfund's Reference Currency or in money market that generates an attractive yield.

**Investment Manager**

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfunds.

**Adjustment of the Net Asset Value (Single Swing Pricing)**

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Subscription, Redemption and Conversion of Units**

Payment of the issue price must be effected on the next Banking Day after the Valuation Day on which the issue price of the Units was determined. The redemption price per Unit is paid within one Banking Day after the Valuation Day on which the redemption price of the units was determined.

**Credit Suisse Fund (Lux) Relative Return Engineered (Euro)****Credit Suisse Fund (Lux) Relative Return Engineered (Sfr)****Credit Suisse Fund (Lux) Relative Return Engineered (US\$)**

The currency mentioned in the Subfunds' names is the Reference Currency in which the performance and Net Asset Value of the particular Subfund are calculated, and is not necessarily the Subfund's investment currency.

The Subfunds' investments may be denominated in any currency.

The objective of these Subfunds is to achieve the highest possible return in the respective Reference Currency. The investment strategy adopted will use various financial derivative instruments to generate returns that are comparable with those on investments in variable and fixed interest securities.

**Core Investments of the Subfunds**

Each Subfund invests, within the meaning of Article 41 (1) of the Law of December 17, 2010, the majority of its assets in accordance with the principle of risk diversification and irrespective of the currency in equities and equity-type securities (participation certificates and dividend rights certificates, etc.) of companies worldwide. The equity-related risk is neutralized by the financial derivative instruments mentioned below under "Strategic Investments of the Subfunds".

That part of the total assets of the respective Subfund that is invested in instruments within the scope of application of European Council Directive 2003/48/EC on the taxation of savings income in the form of interest payments may not exceed 15% of the total assets of the respective Subfund.

**Strategic Investments of the Subfunds**

The equity portfolio or parts thereof are hedged by the following financial derivative instruments, each instrument however being given a fixed allocation in the portfolio (multiple allocations are not permitted):

- a) The use of one or more total return swaps, whereby the respective Subfund undertakes to repay periodically to the counterparty the income accruing on the equity portfolio (or to receive such payments in the event of negative income) and, in return, receives a Libor rate based payment for holding the equity portfolio.
- b) The use of one or more share basket forwards, involving the forward sale of the entire equity portfolio of the respective Subfund or of parts thereof. Before the forward sale falls due, the transaction is either extended or terminated and concluded again with a new counterparty. This means that there is no physical delivery of the equity portfolio or of parts thereof.
- c) Sale of equity index futures.

All the above-mentioned instruments must comply with the conditions specified in Chapter 6, "Investment Restrictions", section 3) f).

Based on the risk profile resulting from the use of total return swaps, share basket forwards and the sale of equity index futures, the respective Subfund seeks, by using various return-enhancing strategies, such as duration management and credit management, to generate sustained value added. This may include portfolio duration-management strategies involving the use of futures and swaps as well as portfolio credit-management strategies involving the use of credit default swaps. The use of these investment management techniques is subject to the provisions set forth in Chapter 6, "Investment Restrictions". The risk profile in terms of the duration of the respective Subfund is geared to that of the Reference Currency's bond market. Contrary to what is set forth in section 3g) of Chapter 6 "Investment Restrictions", the respective Subfund may enter into commitments from credit default swaps not serving the purpose of hedging of up to 100% of the total net assets, though the commitments arising from the protection-buying and protection-providing positions may not in total exceed 100% of total net assets.

Furthermore, the respective Subfund will hedge the currency risk of investment currencies that are not the same as the Reference Currency against the latter, though up to 30% of the total net assets do not need be hedged against the Reference Currency of the respective Subfund. The Subfunds may reduce the counterparty risk arising from OTC transactions by requiring the counterparty to provide collateral in the form of liquid assets that are issued or guaranteed by an OECD member state or its local authorities or by an institution established under public law that operates at the municipal, regional or international level. The Subfund must be able at all times to enforce its claim on such collateral, which must be valued to market on each Valuation Day. The value of the

collateral to be provided must at least be equal to the amount by which the admissible total risk would be exceeded in the absence of the collateral.

In the aforementioned over-the-counter transactions, counterparties will, as described in section 1g) of Chapter 6, "Investment Restrictions", as a rule be first-class financial institutions that operate globally, are demonstrably qualified to operate in the fields of business in question and have an excellent reputation.

#### Global Exposure

The global exposure of the Subfunds to financial derivative instruments will be calculated through the use of the relative Value-at-Risk (VaR) methodology. Under normal market circumstances the expected level of leverage will be approximately 1.2 times the Net Asset Value (determined as per commitment method). The reference portfolio in respect of the Subfunds is composed of the relevant index:

Credit Suisse Fund (Lux) Relative Return Engineered (Euro):

JPM GBI EMU Investment Grade Traded (08/10)

Credit Suisse Fund (Lux) Relative Return Engineered (Sfr):

SBI Foreign AAA-BBB (RI)

Credit Suisse Fund (Lux) Relative Return Engineered (US\$):

JPM GBI USA Traded

#### Specific Risk Information

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that the counterparty risk related to the derivative strategies cannot be eliminated completely. Each Subfund, however, will endeavor to minimize these risks by engaging in various hedging activities.

#### Profile of the Typical Investor

The Subfunds are suitable for investors who basically wish to enter into a market exposure in the area of variable- and fixed-interest bonds in the respective Reference Currency which can be established synthetically through the targeted use of financial derivative instruments. As the Subfunds are complex investment products, investors should be well informed and, in particular, have a good knowledge of financial derivative instruments.

#### Investment Manager

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfunds.

#### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

#### Credit Suisse Fund (Lux) SBI Foreign Corporate CHF Credit Suisse Fund (Lux) SBI Foreign Government 1-5 CHF Credit Suisse Fund (Lux) SBI Foreign Government 5+ CHF

#### Investment Objective and Investment Policy

The objective of these Subfunds is to generate a return that very closely matches the performance of the respective Benchmark Indices namely:

#### Credit Suisse Fund (Lux) SBI Foreign Government 1-5 CHF

SBI<sup>®</sup> Foreign Government AAA-A 1-5: The Benchmark Index is a subindex of the SBI<sup>®</sup> Foreign Government and contains all the components of the SBI<sup>®</sup> Foreign Government that have a credit rating of between A and AAA and a remaining term to maturity of between one and five years.

#### Credit Suisse Fund (Lux) SBI Foreign Government 5+ CHF

SBI<sup>®</sup> Foreign Government AAA-A 5+: The Benchmark Index is a subindex of the SBI<sup>®</sup> Foreign Government and contains all the components of the SBI<sup>®</sup> Foreign Government that have a credit rating of between A and AAA and a remaining term to maturity of more than five years.

#### Credit Suisse Fund (Lux) SBI Foreign Corporate CHF

SBI<sup>®</sup> Foreign Corporate AAA-A: The Benchmark Index is a subindex of the SBI<sup>®</sup> Foreign Corporate and contains all components of the SBI<sup>®</sup> Foreign Corporate that have a credit rating of between A and AAA.

When replicating the Benchmark Index, the Subfunds do not have to use only the investment instruments contained in the index. In order to replicate the performance of the relevant Benchmark Index as closely as possible, however, each Subfund will invest largely in bonds of the relevant Benchmark Index and/or use interest-rate and credit derivatives.

The Reference Currency is the currency in which the performance and the net asset value of the Subfund are calculated. The Reference Currency of each Subfund is the Swiss franc. The portion invested in currencies other than the Reference Currency is not required to be hedged against the Reference Currency and must not exceed 10% of the total net assets.

Greater recourse may be made to interest rate futures and interest rate swaps to hedge against interest rate risks and to manage the duration in line with the Benchmark Index, in accordance with the conditions set out in Chapter 6 "Investment Restrictions", section 3).

In accordance with Chapter 6 "Investment Restrictions", section 3 g), each Subfund may also use techniques and instruments (credit default swaps) for the purpose of managing credit risk. Credit default swaps may be used to hedge credit risks and for other purposes.

#### Global Exposure

The global exposure of the Subfunds will be calculated on the basis of the commitment approach.

#### Profile of the Typical Investor

Credit Suisse Fund (Lux) SBI Foreign Government 1-5 CHF and Credit Suisse Fund (Lux) SBI Foreign Government 5+ CHF are suitable for investors who are primarily seeking access to bonds which are issued by foreign countries, their local authorities and public-sector institutions, and are listed on the SIX Swiss Exchange and denominated in Swiss francs; while Credit Suisse Fund (Lux) SBI Foreign Corporate CHF is suitable for investors who are primarily seeking access to bonds which are issued by foreign companies, are listed on the SIX Swiss Exchange and denominated in Swiss francs.

Potential investors are aware of the significant risks of a bond investment.

#### Investment Manager

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfunds.

#### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

### Benchmark Index

The composition of the Benchmark Index is adjusted on a regular basis. More information on the Benchmark Indices SBI<sup>®</sup>, SBI<sup>®</sup> Foreign, SBI<sup>®</sup> Foreign Government and SBI<sup>®</sup> Foreign Corporate may be obtained on the internet at [www.six-swiss-exchange.com](http://www.six-swiss-exchange.com).

The Units of the respective Subfunds are not in any way supported, ceded, sold or advertised by SIX Swiss Exchange AG. Nor does SIX Swiss Exchange AG provide any guarantee (either expressly or implicitly) for the results generated by the use of the SBI<sup>®</sup> Foreign Government AAA–A

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### Net Asset Value

As an exception to Chapter 8. Net Asset Value lit. a) the following shall apply: the securities which are listed on a stock exchange or which are regularly traded on a stock exchange shall be valued at the bid price. If such a price is not available for a particular trading day, the rules set out in Chapter 8. lit a) shall apply.

### Credit Suisse Fund (Lux) Total Return Engineered (Euro)

The currency mentioned in the Subfund's name is the Reference Currency in which the performance and Net Asset Value of the Subfund is calculated, and is not necessarily the Subfund's investment currency.

The Subfund's investments may be made in any currency.

The objective of the Subfund is to achieve the highest possible return in the Reference Currency. The investment strategy adopted will use various financial derivative instruments to generate returns that are widely independent of market developments and market volatilities.

### Core investments of the Subfund

The Subfund invests mainly, within the meaning of Article 41 (1) of the Law of December 17, 2010, in accordance with the principle of risk diversification and irrespective of currency in a long-short market neutral portfolio of equities and equity-type securities (participation certificates and dividend rights certificates, equity derivatives, etc.) of companies worldwide. In addition, the Subfund may invest part or all of its remaining assets in a synthetic debt portfolio which aims at taking advantage of rising and falling interest rates as well as widening and narrowing credit spreads.

That part of the Subfund's total assets that is invested in instruments within the scope of application of European Council Directive 2003/48/EC on the taxation of savings income in the form of interest payments may not exceed 15% of the total assets of the Subfund.

### Strategic Investments of the Subfund

The equity portfolio or parts thereof are hedged with the following financial derivative instruments, each instrument however being given a fixed allocation in the portfolio (multiple allocations are not permitted):

- The use of one or more total return swaps, whereby the Subfund undertakes to repay periodically to the counterparty the income accruing on the equity portfolio (or to receive such payments in the event of negative income) and, in return, receives a Libor rate based payment for holding the equity portfolio.
- The use of one or more share basket forwards, involving the forward sale of the entire equity portfolio of the Subfund or of parts thereof. Before the forward sale falls due, the transaction is either extended or terminated and concluded again with a new counterparty. This means that there is no physical delivery of the equity portfolio or of parts thereof.
- Sale of equity index futures.

All the above-mentioned instruments must comply with the conditions specified in Chapter 6, "Investment Restrictions", section 3) f). Based on the risk profile resulting from the use of total return swaps, share basket forwards and the sale of equity index futures, the Subfund seeks to generate sustained value added by using various return-enhancing strategies, such as duration management and credit management. This may include portfolio duration management strategies involving the use of futures and swaps as well as portfolio credit-management strategies involving the use of credit default swaps. The use of these investment management techniques is subject to the provisions set forth in Chapter 6, "Investment Restrictions". The risk profile in terms of the duration of the Subfund may extend from minus 10 years to plus 10 years. Contrary to what is set forth in section 3g) of Chapter 6, "Investment Restrictions", the Subfund may enter into commitments from credit default swaps not serving the purpose of hedging of up to 100% of its total net assets, though the total commitments arising from the protection-buying and protection-providing positions may not exceed 100% of the total net assets.

Contrary to what is set forth in Chapter 6 "Investment Restrictions", section 3 i), the Subfund may, subject to daily mark-to-market valuations and any required adjustments, engage in active currency allocation. In doing so, it may buy investment currencies on the basis of forward exchange transactions up to the value of the associated net assets and may sell them against another investment currency for up to the same amount. The Subfund may reduce the counterparty risk arising from OTC transactions by requiring the counterparty to provide collateral in the form of liquid assets that are issued or guaranteed by an OECD member state or its local authorities or by an institution established under public law that operates at the municipal, regional or international level. The Subfund must be able at all times to enforce its claim on such collateral, which must be valued to market on each Valuation Day. The value of the

<sup>1</sup> or the relevant index

collateral to be provided must at least be equal to the amount by which the admissible total risk would be exceeded in the absence of collateral.

In the aforementioned over-the-counter transactions, counterparties will, as described in section 1g) of Chapter 6, "Investment Restrictions", as a rule be first-class financial institutions that have global operations, are qualified demonstrably to operate in the fields of business in question and have an excellent reputation.

#### Global Exposure

The global exposure of the Subfund to financial derivative instruments will be calculated through the use of the absolute Value-at-Risk (VaR) methodology. Under normal market circumstances the expected level of leverage will be approximately 2,5 times the Net Asset Value (determined as per commitment method).

#### Specific Risk Information

In addition to the risks listed in Chapter 7 "Risk Factors", potential investors should note that the counterparty risk related to the derivative strategy cannot be eliminated completely. The Subfund, however, will endeavor to minimize these risks by engaging in various hedging activities.

#### Profile of the Typical Investor

The Subfund is suitable for investors seeking absolute returns and who want to make use of the opportunity to participate in the added value generated by the use of various derivative investment strategies within the bond markets. As the Subfund is a complex investment product, investors should be well informed and, in particular, have a good knowledge of financial derivative instruments.

#### Performance Fee

In addition to the management fee, the Management Company is entitled to a fee related to the performance of Credit Suisse Fund (Lux) Total Return Engineered ("Performance Fee") in the Reference Currency, which is calculated on the basis of the unswung Net Asset Value of the respective Unit Class A, B, F, I or P.

The Performance Fee may only be charged and set aside, if the following two criteria are fulfilled cumulatively:

- a) The performance of the unswung Net Asset Value of a Unit Class, as calculated on a daily basis, must be greater than the performance of the reference value further defined below ("Hurdle-Rate-Index-Value"), which is also calculated on a daily basis. At the time of launch, the Hurdle-Rate-Index-Value is equal to the issue price of the respective Unit Class.
- b) The unswung Net Asset Value of a Unit Class, which is used for the calculation of a Performance Fee, must be greater than the previous unswung Net Asset Values ("High Watermark"). Each preceding decline in the unswung Net Asset Value per Unit of the respective Unit Class must be offset by a further increase above the last maximum value at which a Performance Fee was incurred.

The Hurdle-Rate-Index-Value described in a) above is composed of the daily average of the three-month EUR Libor interest rate for the Reference Currency calculated by the member institutions of the British Bankers' Association in addition to a margin of 300 basis points (bp) p.a., calculated on a daily, indexed basis  $([r_{\text{Libor}} + 300 \text{ bp}]^{(1/365)} \times 100)$ . The calculation of the Hurdle-Rate-Index-Value begins with the launch of the Subfund and continues throughout its life.

Calculation of the Performance Fee and the necessary provisioning takes place on a daily basis.

If, on the Calculation Date, the unswung Net Asset Value of a Unit Class is above the Hurdle-Rate-Index-Value and is greater than the preceding unswung Net Asset Values (prior to deduction of the Performance Fee), a Performance Fee of 10% shall be deducted on the difference between the unswung Net Asset Value of the Unit Class and the greater value between Hurdle-Rate-Index-Value and High Watermark. The calculation of the Performance Fee takes place on the basis of the Units of the respective Class that are currently in circulation.

The payment of the Performance Fee amounts calculated for each quarter and set aside according to the above described method takes place at the beginning of the following quarter.

This Performance Fee cannot be refunded if the unswung Net Asset Value falls again after deduction of the Performance Fee. This means that a Performance Fee may also be charged and paid if, at the end of the accounting year, the unswung Net Asset Value per Unit of the respective Class is lower than the value at the beginning of the accounting year.

A Performance Fee is payable when the following conditions apply:

$$(\text{NAV per Unit})_t - (\text{HR Index Value})_t > 0$$

and

$$\text{NAV}_t > \max \{ \text{NAV}_{0 \dots \text{NAV}_{t-1}} \},$$

If both of these conditions are met, then the following applies:

$$0.1 \cdot ((\text{NAV}_t - \max \{ \text{HWM}; \text{HR Index Value} \})_t \times \text{number of Units}_t)$$

where:

NAV<sub>t</sub> = current unswung Net Asset Value prior to provision for Performance Fee

NAV<sub>0</sub> = first unswung Net Asset Value

HWM = High Watermark =  $\max \{ \text{NAV}_{0 \dots \text{NAV}_{t-1}} \}$ ,

HR = Hurdle Rate

t = current Calculation Date

#### Investment Manager

The Management Company has appointed Credit Suisse AG, Zurich, as Investment Manager to assist with the management of the Subfund.

#### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day. The Single Swing Pricing shall be introduced effective as of April 1, 2012.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

**Credit Suisse Fund (Lux) Target Volatility (Euro)**

The currency mentioned in the name of the Subfund is the Reference Currency in which the performance and Net Asset Value of the Subfund are calculated, and is not necessarily the investment currency of the Subfund.

The aim of this Subfund is to achieve the highest possible return in euro, its assets being allocated among the following investment categories depending on market circumstances.

The Subfund is managed using a diversified strategy, with risk management being handled by optimized risk budgeting process.

Within this process the weighting of the selected portfolio investments results from the application of a mathematic model.

In terms of the overall risk associated with the derivatives the diversified strategy is being used in accordance with Chapter 6, "Investment Restrictions" in conjunction with Article 42 (3) of the Law of December 17, 2010 and must not exceed 100% of the total assets of the Subfund.

**The Subfund's Investments**

The Subfund invests, within the meaning of Article 41 (1) of the Law of December 17, 2010, at least two-thirds of its total assets, in accordance with the principle of risk diversification, and irrespective of currency, in equities and equity-type securities (participation certificates, dividend right certificates, etc.), or in bonds, notes, similar fixed or variable interest debt instruments (incl. securities issued on a discount basis), money market instruments and time and sight deposits, convertible bonds, convertible notes, warrant bonds and warrants on securities as well as warrants of public, private and semi-private issuers which are domiciled in a country belonging to the Organisation for Economic Co-Operation and Development (OECD).

Up to a total of 30% of the Subfund's assets may be invested in securities with the same legal and/or economic characteristics of issuers domiciled in emerging markets.

Up to a total of 30% of the Subfund's assets may be invested in futures on commodity indices; this limit refers to the contract value of the futures contracts entered into. Within the framework of the investment policy for this Subfund, this investment allocation is treated as an investment category in its own right. These commodity indices shall be chosen in accordance with Art. 9 of the Grand-Ducal Regulation of February 8, 2008.

Contrary to what is set forth in Section 3 i) of Chapter 6, "Investment Restrictions", the Subfund may engage in active currency allocation. In doing so, it may buy investment currencies on the basis of forward currency contracts up to the value of the associated net assets and may sell them against another investment currency for up to the same amount.

Contrary to what is set forth in section 5 of Chapter 6, "Investment Restrictions", the Subfund may invest up to 49% of its net assets in units/shares of other UCITS and/or other UCIs pursuant to section 1) paragraph e) of Chapter 6, "Investment Restrictions".

In accordance with Chapter 6, "Investment Restrictions", financial derivative instruments may be used for hedging purposes as well as for investment purposes.

**Global Exposure**

The global exposure of the Subfund will be calculated on the basis of the commitment approach.

**Specific Risk Information**

In addition to the risks listed in Chapter 7, "Risk Factors", potential investors should note that the probable returns on securities of issuers from emerging markets are generally higher than the returns on similar securities of equivalent issuers from developed, industrialized countries. Emerging markets are all countries which, at the time of investment, are not considered to be developed, industrialized countries by the International Monetary Fund, the World Bank or the International Finance Corporation (IFC). However, the higher return should be viewed as compensation for the greater risk to which the investor is exposed.

Investments in the respective Subfunds are subject to price fluctuations. There can be no guarantee that the investment objective will be met.

**Profile of the Typical Investor**

The Subfund is suitable for investors seeking absolute returns who want to make use of the opportunity to participate in the added value generated by

the use of various derivative investment strategies within the equity, bond, commodity and currency markets.

As the Subfund is a complex investment product, investors should be good informed and, in particular, have a good knowledge of financial derivative instruments.

The issue currency, minimum holding, initial offering price and management fee can be found in Chapter 2, "Summary of Unit Classes".

Holders of Units in a specific Unit Class of this Subfund may at any time convert all or part of their Units into Units in another Class of the same Subfund.

### Performance Fee

In addition to the management fee, the Management Company is entitled to a fee related to the performance of this Subfund ("Performance Fee"), which is calculated on the basis of the unswung Net Asset Value of the respective Unit Class B, I, P, R or S.

The Performance Fee may only be charged and set aside, if the following two criteria are fulfilled cumulatively:

- a) The performance of the unswung Net Asset Value of a Unit Class, as calculated on a daily basis, must be greater than the performance of the reference value further defined below ("Hurdle-Rate-Index-Value"), which is also calculated on a daily basis. At the time of launch, the Hurdle-Rate-Index-Value is equal to the issue price of the respective Unit Class.
- b) The unswung Net Asset Value of a Unit Class, which is used for the calculation of a Performance Fee, must be greater than the previous unswung Net Asset Values ("High Watermark"). Each preceding decline in the unswung Net Asset Value per Unit of the respective Unit Class must be offset by a further increase above the last maximum value at which a Performance Fee was incurred.

The Hurdle-Rate-Index-Value described in a) above is composed of the daily average three-month EUR Libor interest rate calculated by the member institutions of the British Bankers' Association in addition to a margin of 350 basis points (bp) p.a., calculated on a daily, indexed basis ( $[\text{Libor} + 350 \text{ bp}]^{(1/365)} \times 100$ ). Calculation of the Hurdle-Rate-Index-Value begins with the launch of the Subfund and continues throughout its life.

Calculation of the Performance Fee and the necessary provisioning takes place on a daily basis.

If, on the Calculation Date, the unswung Net Asset Value of a Unit Class is above the Hurdle-Rate-Index-Value and is greater than the preceding unswung Net Asset Values (prior to deduction of the Performance Fee), a performance fee of 10% shall be deducted on the difference between the unswung Net Asset Value of the Unit Class and the greater value between Hurdle-Rate-Index-Value and High Watermark. The calculation of the Performance Fee takes place on the basis of the Units of the respective Class that are currently in circulation.

The payment of the Performance Fee amounts calculated for each quarter and set aside according to the above described method takes place at the beginning of the following quarter.

This Performance Fee cannot be refunded if the unswung Net Asset Value falls again after deduction of the performance fee. This means that a Performance Fee may also be charged and paid if, at the end of the accounting year, the unswung Net Asset Value per Unit of the respective Class is lower than the value at the beginning of the accounting year.

A Performance Fee is payable when the following conditions apply:

$$(\text{NAV per Unit})_t - (\text{HR Index Value})_t > 0$$

and

$$\text{NAV}_t > \max \{ \text{NAV}_{0...} \text{NAV}_{t-1} \},$$

If both of these conditions are met, then the following applies:

$$0.1 \{ (\text{NAV}_t - \max \{ \text{HWM}; \text{HR Index Value} \}) \times \text{number of Units} \}$$

where:

NAV<sub>t</sub> = current unswung Net Asset Value prior to provision for Performance Fee

NAV<sub>0</sub> = first unswung Net Asset Value

HWM = High Watermark =  $\max \{ \text{NAV}_{0...} \text{NAV}_{t-1} \}$ ,

HR = Hurdle Rate

t = current Calculation Date

### Adjustment of the Net Asset Value (Single Swing Pricing)

The Net Asset Value calculated in accordance with Chapter 8, "Net Asset Value" will be increased by up to a maximum of 2% per Unit in the event of a net surplus of subscription applications or reduced by up to a maximum of 2% per Unit in the event of a net surplus of redemption applications in respect of the applications received on the respective Valuation Day.

Under exceptional circumstances the Management Company may, in the interest of Unitholders, decide to increase the maximum swing factor indicated above. In such case the Management Company would inform the investors in accordance with Chapter 13, "Information for Unitholders".

### Investment Manager

The Management Company has appointed Credit Suisse Asset Management Funds S.p.A., Milan, as Investment Manager to assist with the management of the Subfund.



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