

Performance Avenir



Simplified Prospectus

PART A: Statutory

This English translation is for the convenience of English-speaking readers. However, only the French text has any legal value. Consequently, the translation may not be relied upon to sustain any claim, nor should it be used as the basis of any legal opinion. Euronext Paris SA expressly disclaims any liability for any inaccuracy herein.

Summary

ISIN Code:	FR0007082359
Name:	Performance Avenir
Legal structure:	Mutual Fund under French law
Management Company:	Financière de Champlain
Custodian Bank:	CM-CIC Securities
Auditor:	Cabinet BECQUART Cabinet PACE
Marketing Agent:	Financière de Champlain

INVESTMENT OBJECTIVES AND POLICY

Classification:	Stocks in member states of the European Union
Investment objectives:	The Fund is an equity fund, the objective of which is to outperform its reference indicator, the CAC 40, by taking advantage of the dynamics of small and medium capitalized companies.
Reference index:	The reference index is the CAC 40, which is an index comprising the 40 largest capitalized companies on the Paris Bourse, dividends non-reinvested.
Investment Strategy:	<p>The Fund invests in small and medium capitalization companies chosen mainly in non-cyclical sectors such as health, the environment, etc. The portfolio stock selection is based on a comprehensive analysis of target companies (development prospects, marketing of new products, financial structure, etc) which is carried out by meeting with the management of the businesses.</p> <p>In order to achieve the Fund's objective, an active management strategy is used, with different buying and selling thresholds for each stock: the weightings are increased if the stock price decreases (in order to improve the average price of the weighting) and reduced if the stock price goes up (to benefit from the gain). The fund invests mainly in small and medium-capitalisation stocks. The portfolio may also include (up to 20% of assets) stocks of large-cap companies which present short-term opportunities due to undervaluation of the stock price in comparison with the value of the company, its growth potential etc. The main geographical area is France. The portfolio includes approximately 100 lines in order to limit the liquidity risk specific to small caps. The portfolio may also invest a maximum of 10% of the net assets in convertible bonds issued by the companies mentioned above, up to a limit of 10% of assets.</p> <p>The management strategy falls within the PEA (equity savings plan) regulation framework with a minimum investment of 75% of the fund's assets in equities in the countries of the European Union.</p> <p>In order to hedge against falls in the equities markets, the Fund may invest in French options and futures markets. Exposure to the equities markets will not in any case be less than 60%.</p>

Investments in mutual funds involve only mutual funds in compliance with European and French regulations and are limited to 10% of net assets. The Fund may also invest in the fund Héra Monétaire Première, managed by Financière de Champlain, which is a money market fund invested in securities issued by the French government.

Within a limit of 2% of its net assets, the portfolio may hold shares in venture capital trusts in order to benefit from investment opportunities which may occur in any sector.

Concerning cash reserve management, the Fund may invest in debt securities and money market instruments up to a limit of 25% of assets.

Risk Profile:

“Your money will mainly be invested in financial instruments selected by the management company. These instruments will be affected by changes in and risks of the markets.”

Risk of loss of capital: The capital is not guaranteed. It is possible that the initial capital invested will not be returned in full. The loss of capital is caused when the selling price of a share is less than the buying price.

Risk of investing in stocks: A fall in the equities markets may entail a fall in the net asset value of the fund. As the Fund is invested in small and medium capitalized companies, the variations may be more pronounced than with large capitalized companies.

Sector risk: The Fund carries risk as a result of investing in stocks in a limited number of sectors.

Exchange rate risk: Investors may be exposed to a decrease in Net Asset Value if there is a change in the exchange rates of a stock quoted in currency other than that of the Eurozone (less than 10% of assets). In order to hedge against this type of risk the fund may use currency futures or forward contracts.

Liquidity risk: The fund may invest in shares of small and very small capitalisations such as those quoted on the regulated Alternext market or on the unregulated Marché Libre, within the limits of the rules, which have a reduced volume of shares quoted and are exposed to liquidity risks. Such investments by their nature may show more pronounced variations than large capitalisations. The fund may also invest to some extent (less than 2% of assets) in venture capital funds (FCPR) which are in general illiquid. Investors are advised that venture capital funds are invested in businesses which because of their specific characteristics may present greater risks for investors.

Prospective investors:

All investors.

The Fund is open to all investors who wish to diversify their assets into small and medium capitalized companies. Depending on the extent to which they are prepared to take risks, investors may wish to place between 10% and 30% of their assets in the Fund for a period of 5 to 8 years.

The amount which it is reasonable to invest in the Fund depends on your own personal financial situation. In order to determine this you should take into account, not only your individual assets and your current and future (up to 5 years) needs, but also your willingness to take risk rather than making a more cautious investment. It is also strongly recommended that you diversify your investments sufficiently in order not to expose them only to the risks of this fund.

FEES, EXPENSES AND TAXATION:

Fees and Commissions:

Subscription and redemption fees:

Subscription and redemption fees can increase the cost of subscription paid by the investor or reduce the value of redemption. The fees paid into the Fund serve to compensate for the costs sustained by the fund in investing or divesting the assets held. The fees not paid into the Fund go to the management company, agents etc. No commission is taken by the fund. The marketing agent reserves the right to take the subscription fees to which he is entitled. There is no redemption fee.

Charges incurred by the investor, payable on subscription or redemption	Base	Rates
Subscription fees not paid into the Fund	net asset value x number of shares	3.00%
Subscription fees paid into the Fund	net asset value x number of shares	0%
Redemption fees not paid into the Fund	net asset value x number of shares	0%
Redemption fees paid into the Fund	net asset value x number of shares	0%

Operating costs and management fees:

These expenses cover all the costs invoiced to the Fund, with the exception of transaction costs. The transaction costs include intermediary costs (stamp duty, brokerage etc) and transaction fees, where applicable, which may be payable to the custodian bank and the management company.

The following additional costs may be added to the operating expenses and management fees:

- Performance fees. These fees are due to the management company in the event of outperformance of the fund based on its objectives. They are therefore invoiced to the fund.
- Transaction fees invoiced to the Fund.
- Part of the income from repurchase transactions (temporary purchases and sales of securities).

For more information related to the actual fees invoiced to the Fund, please refer to Part B of this simplified prospectus.

Fees invoiced to the Fund	Base	Rates
Operating costs and management fees including tax (all charges except transaction expenses, performance fees and fees relating to investments in mutual funds or other investment funds)	Net assets	2.99 % including tax
Transaction fees are paid to the following agents:		
<u>Shares and convertible bonds France:</u> Brokerage Custodian Bank Management Company	Transaction Amount	<i>max 0.7774% including tax</i> <i>max. 0.2392% including tax</i> <i>max. 0.1423% including tax</i> <i>max. 0.4258% including tax</i>
<u>Shares and convertible bonds outside France:</u> Custodian Bank Management Company	Transaction Amount	max. 0.4784% including tax +correspondent fees <i>max. 0.25415% including tax</i> <i>max. 0.22425% including tax</i>
<u>Bonds and money market instruments:</u> Custodian Bank Management Company	Fee per operation	max. 29.90€including tax <i>max. 29.90€ including tax</i> <i>Free of charge</i>
<u>Mutual funds France (other than CIC and Financière de Champlain funds)</u> Custodian Bank Management Company	Fee per operation	max. 17.94€including tax <i>max. 17.94€ including tax</i> <i>free of charge</i>
<u>Mutual funds outside France (other than CIC and Financière de</u>	Fee per operation	max. 47.84€including tax

<u>Champlain funds)</u> Custodian Bank Management Company <u>Futures Markets (CAC and Eurostoxx)</u> Custodian Bank Management Company	Fee per contract	<i>max. 47.84€ including tax free of charge</i> max. 11.96€ including tax <i>max. 5.681€ including tax max. 6.279€ including tax</i>
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Taxation:

The Fund is eligible for PEA (equity savings plan): It invests at least 75% of its assets in securities eligible for PEA (securities whose issuers have their registered offices in a European Union country).

Warning: Depending on your tax status, the capital gains and potential revenues related to the holding of shares in the Fund may be liable to tax. We recommend that you seek information and advice on this from the Fund's marketing agents.

COMMERCIAL INFORMATION

Subscription and redemption terms:

Subscription and redemption operations are undertaken by the Custodian Bank:

CM-CIC Securities – 6, avenue de Provence – 75441 Paris cedex 09

Subscription and redemption requests are received each day up to 12.00 a.m. (Paris time). They are processed at the net asset value per share calculated on the next valuation day, by the method known as 'cours inconnu' (unknown price). Settlement is made on the next working day.

End of financial year:

Last working day of each calendar year (first financial year ends on 31 December 2003)

Allocation of net income:

Capitalization only

Date and frequency of calculation of Net Asset Value:

Net Asset Value is calculated daily by Financière de Champlain, with the exception of public holidays or when the Paris markets are closed.

Publication and communication of Net Asset Value:

After each calculation, the Net Asset Value may be consulted in most of the normal sources: AMF, Standard & Poors, Fininfo, Bloomberg, Reuters and Cote Alpha.

Currency in which units or shares are denominated:

Euro

Date of inception:

The Fund was approved by the Commission des Opération de Bourse (the French stock market regulator) on 11/032003. It was launched on 07/04/2003.

ADDITIONAL INFORMATION

The full prospectus for the Fund and the most recent annual and periodic reports will be sent within one week on receipt of a simple written request to:

Financière de Champlain – 3, rue La Boétie 75008 Paris

You may also obtain additional information from the sales department:

Tel : +33.1.58.18.37.51, e-mail : contact@champlain.fr

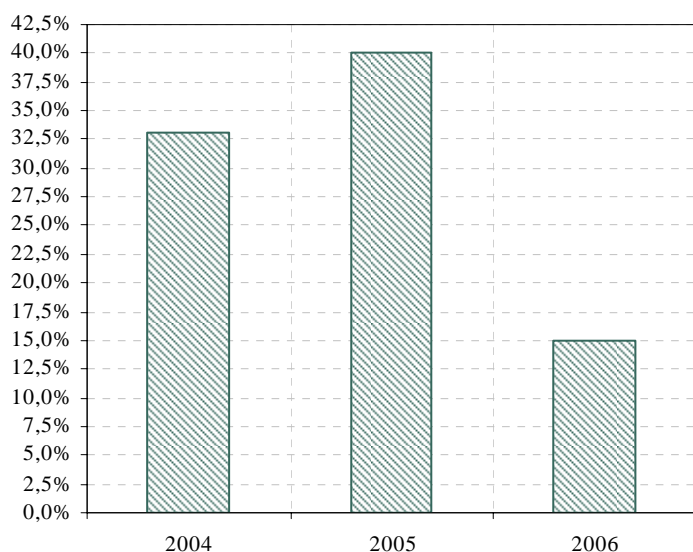
Publication date of prospectus: 24/07/2007

The official website of the AMF (www.amf-france.org) contains additional information on the list of regulatory documents and arrangements relating to the protection of investors.

This simplified prospectus must be given to investors prior to their subscription.

Part B: Statistics

FUND PERFORMANCE AS AT 31/12/2005:



Annualized Performance	1 year	3 years	5 years
Performance Avenir	15.02%	114,25%	
Index CAC 40	17.53%	55,76%	

Past performance should not be seen as a guide to future performance. It is not constant over time.

DETAILS OF EXPENSES INVOICED TO THE FUND DURING THE LAST FINANCIAL YEAR ENDED ON 31/12/2006:

Operating costs and management fees:	2.99%
Costs arising from investment in other mutual funds or investment funds These costs are determined from:	-.-%
<ul style="list-style-type: none"> Costs related to the purchase of units in mutual funds and investment funds Deductions resulting from discounts negotiated by the management company of the investor fund 	0.00%
	0.00%
Additional fees invoiced to the Fund These fees are divided into	2.11%
<ul style="list-style-type: none"> performance fees transaction fees 	-.-%
	2.11%
Total invoiced to the Fund during the last financial year	5.10%

Operating costs and management fees

These expenses cover all the costs invoiced directly to the fund, with the exception of transaction costs, and where applicable, performance fees. Transaction costs include brokerage fees (brokerage, stamp duty etc) and transaction fees (see below). The operating and management fees include financial management fees, administration and accounting fees, custodian bank fees, custodial and audit fees.

Costs arising from the purchase of mutual funds and/or investment funds

Some mutual funds invest in other mutual funds or in investment funds under foreign laws (Target Mutual Funds). The purchase and holding of a Target Mutual Fund (or an investment fund) causes the purchasing fund to incur two types of costs as follows:

- Subscription/redemption costs. However, where this part of the commission due to the target fund is included in the transaction fees, it is not counted here.
- Costs invoiced directly to the target fund, which are indirect costs to the purchasing fund.

In some cases the purchasing fund can negotiate reductions or rebates of some of these fees. These rebates can substantially reduce the total fees which the purchasing fund must pay.

Additional fees invoiced to the Fund

Other fees may be invoiced to the Fund. They include:

- Performance fees. These fees are due to the management company in the event of outperformance of the Fund based on its objectives.
- Transaction fees. Transaction fees represent fees invoiced to the Fund for each operation in the portfolio. The complete prospectus provides details of these commissions. The Management

Company may be entitled to them according to the conditions stated in Part A of the simplified prospectus.

The attention of the investor is drawn to the fact that these fees tend to vary strongly from one year to another and the figures presented here are only for the last financial year.

INFORMATION RELATED TO THE TRANSACTIONS DURING THE LAST FINANCIAL YEAR ENDED ON 31/12/2005:

The transaction costs of the equities portfolio were **3.01%** of average net assets.

The equity portfolio turnover rate was **3.78%** of average net assets.

Transactions between the management company for the account of the Fund it manages and the companies involved are shown on the total of transactions for this financial year.

Asset Classes	Transactions
Shares	none
Other	none