MONTSEGUR FINANCE

MONTSEGUR DEFENSIF

Information prospectus conforming to European standards

INTRODUCTION

Code ISIN : FR0010121137 Part A
Code ISIN : FR0010784793 Part I
Promoter : MONTSEGUR FINANCE
Asset Management Company : MONTSEGUR FINANCE
Custodian, centralizer of subscriptions & redemptions : CM-CIC SECURITIES 6 Av. de Provence 75009 Paris
Auditor : Magellan 63, Av. de Villiers 75017 Paris
Mutual Fund approval by the AMF : 22/10/2004
Date of publication of the information notice : 22/10/2004

FINANCIAL CHARACTERISTICS

Classification : Diversified
Taxation System : Linked with life insurance contracts
Subscribers involved : Parts A : All
Parts I : Institutional
Distributor Flag : Accumulation

COMMERCIAL INFORMATIONS

Conditions of subscriptions & redemptions :
The orders are centralised through CM-CIC Securities until 11:00 am and are executed on the closing quote.
Address of the institution appointed to receive subscription and redemption orders in France:
Contact : M. Patrice NOEL - CMCIC Securities
Tel : + 33 1 45 96 77 81 / Fax : + 33 1 45 96 77 23
email : backopcvm@cmcics.com
Pricing frequency : daily, except public holidays
Initial net asset value : 100 euros
Account Currency : euro
Minimum subscription amount : one thousandth
Publication of net asset value : Asset Management Company and custodian.

COMMISSIONS AND FEES

Fees and expenses payable by the investor	Basis	Rate
Subscription fee payable to third parties	Net asset value x number of units	maximum 0,5%
Redemption fee payable to third parties	Net asset value x number of units	maximum 0,5%

Fees charged to the investment fund	Basis	Rate
Management and administration fees	Net assets	maximum 1,2% inclusive of tax
Transaction fees charged by the management company	Maximum payable on each transaction	0,25% exclusive on tax

ASSET MANAGEMENT ORIENTATION

The mutual fund Montsegur Défensif, is a fund of dynamic cash , aims to the research of a regular superior performance compared to the EONIA index of reference.
Essentially invested (minimum 70%) in monetary products or bonds to respect the criteria of prudence, the balance can be invested in securities or in other mutual funds.

The fund targets a performance superior to the EONIA index, rates close to monetary rates. European Overnight Index Average or average rate balanced on the operations of interbank loans from day to day consented to by 57 banks in the euro zone contributing to the establishment of the interbank rate EURIBOR*

THE ASSETS

The allocation of assets is distributed between:

• Rate division (minimum 70%): monetary securities, bonds and fixed income securities established in euros: loans issued by the States of the European Union and by private institutions, securities issued by the companies of which the assessment may not be inferior to BBB-/Baa3. The arbitrage between the monetary part and bonds will depend on the anticipations of the asset manager, leaning towards the monetary section in any period of incertitude:

• Equity division (maximum 30%): invested according to an opportunist strategy and determined by the average of a basic analysis of successful values in the European zone, without any limit of detention on the markets of small and medium market capitalization shares.

RISK PROFILE

The net asset value of the Mutual Fund can be subjected to a volatility induced by the investment of a section of a portfolio on the stock market and the risk of the liquidity of investments carried out on the securities of small and medium market capitalization shares.

The complete prospectus (in French), recent annual documents and periodicals are on the Montségur Finance website and can be made available at a simple request.

The site for the AMF www.amf-france.org contains complimentary information on the list of regulatory documents and provisions related to the protection of investors.