



# NORD EST FUND

An umbrella fund under Luxembourg law

Annual report as at 31 December, 2001

Created and distributed by :



**Casse Rurali  
Trentine**



**CREDITO  
COOPERATIVO  
VENETO**



Nord Est Fund

Fonds Commun de Placement

Audited annual report  
at 31/12/01

Nord Est Fund  
Fonds Commun de Placement

**Table of Contents**

	<b>Page</b>
Management and Administration	3
Board of Directors	4
Manager's Report	6
Independent Auditors' Report	7
Consolidated	8
Azionario Globale	11
Obbligazionario Globale	16
Azionario Euro	20
Azionario Paesi Emergenti	24
Obbligazionario Euro	30
Obbligazionario Paesi Emergenti	34
Breve Termine Euro	38
Notes to the financial statements	42

Subscriptions can only be received on the basis of the latest prospectus accompanied by the latest annual report as well as by the latest semi-annual report, if published after the latest annual report.

## Management and Administration

### REGISTERED OFFICE

Nord Est Asset Management S.A.  
39, Allée Scheffer  
L-2520 Luxembourg

### INVESTMENT MANAGERS

Crédit Agricole Asset Management SGR  
S.p.A.  
Via Brera, 21  
IT-20121 Milano-Italy

Crédit Agricole Asset Management S.A.  
90, Boulevard Pasteur  
F-75015 Paris-France

BNP Paribas Asset Management S.A.S.  
41, avenue de l'Opéra  
F-75002 Paris-France

Paribas Asset Management Limited  
10 Harewood Avenue  
London NW1 6AA, United Kingdom

AEGON Asset Management UK plc  
Edinburgh Park,  
Edinburgh EH12 9SE, United Kingdom

Crédit Suisse Asset Management, Limited  
Shiroyama JT Mori Bldg  
3-1 Toranomom 4-Chome  
Minato-ku Tokyo 105-6026, Japan

Union Investment Luxembourg S.A.  
308, route d'Esch  
L-1471 Luxembourg

Crédit Suisse Asset Management, LLC  
466 Lexington Avenue  
New York  
NY 10017-USA

Crédit Agricole Asset Management Singapore  
Limited  
6 Raffles Quay, # 10-05  
Singapore-048 580

BNP Paribas Asset Management S.A.S.  
5, avenue Kleber,  
F-75016 Paris-France

### CUSTODIAN AND CENTRAL ADMINISTRATION

Crédit Agricole Indosuez Luxembourg S.A.  
39, Allée Scheffer  
L-2520 Luxembourg

### AUDITOR

Arthur Andersen  
6, rue Jean Monnet  
L-2180 Luxembourg

### DISTRIBUTORS

Cassa Centrale delle Casse Rurali Trentine  
Via Segantini 5  
IT-38100 Trento, Italy

Federazione Veneta delle Banche di Credito  
Cooperativo  
Via Longhin 1  
IT-35131 Padova, Italy

### Sub-Investment Manager(s)

FFT&W  
3 Royal Court, Royal Exchange  
London EC3V3 RA, United Kingdom

**Board of Directors**

**CHAIRMAN OF THE BOARD**

Mr Franco Merzliak, Chairman (until May 9<sup>th</sup>, 2001)  
Cassa Centrale delle Casse Rurali Trentine  
Via Segantini 5  
IT-38100 Trento, Italy

**Replaced by:**

Mr Andrea Bologna, General Manager (from May 9<sup>th</sup>, 2001)  
Federazione Veneta delle Banche di Credito Cooperativo  
Via Longhin 1  
IT-35131 Padova, Italy

**VICE-CHAIRMAN OF THE BOARD**

Mr Mario Sartori, General Manager (from May 9<sup>th</sup>, 2001)  
Cassa Centrale delle Casse Rurali Trentine S.p.A.  
Via Segantini 5  
IT-38100 Trento, Italy

**DIRECTORS**

Mr Tiziano Odorizzi, General Manager  
Cassa Rurale Di Tuenno Val di Non  
Via Marconi 58  
IT-38023 Cles TN, Italy

Mr Giorgio Ferrari, Senior Vice-President, (until May 9<sup>th</sup>, 2001)  
Federazione Veneta delle Banche di Credito Cooperativo  
Via Longhin 1  
IT-35131 Padova, Italy

Mr Diego Ballardini, Vice-President, (until May 9<sup>th</sup>, 2001)  
Cassa Centrale delle Casse Rurali Trentine  
Via Segantini 5  
IT-38100 Trento, Italy

Mr Girolamo Da Dalto, Senior Vice-President  
Banca di Credito Cooperativo delle Prealpi S.c.r.l  
Piazza IV Novembre 5  
IT-31020 Tarzo TV, Italy

Mr Dario Nicolini, General Manager (from May 9<sup>th</sup>, 2001)  
Cassa Rurale di Trento  
Via Belenzani 6  
IT-38100 Trento, Italy

Mr Riccardo Petroni, General Manager (from May 9<sup>th</sup>, 2001)  
Cassa Rurale di Rovereto  
Via Manzoni 1  
IT-38068 Rovereto TN, Italy

## Nord Est Fund

Mr Roberto Dalla Vecchia, General Manager (from May 9<sup>th</sup>,2001)  
Banca di Credito Cooperativo Monte Magre Schio S.c.r.l  
Via Pista dei Veneti, 14  
IT-36015 Schio VI, Italy

Mr Romolo Sartoni, General Manager (from May 9<sup>th</sup>,2001)  
Banca di Credito Cooperativo della Romagna Occidentale  
Piazza Fanti 17  
IT-48014 Castel Bolognese RA, Italy

Ms Francesca De Bartolomeo, Sale Manager (from May 9<sup>th</sup>,2001)  
Credit Agricole Indosuez Luxembourg  
39 Allée Scheffer  
L-2520 Luxembourg

## Manager's Report

### MACROECONOMIC PICTURE

During 2001, the **US economy** witnessed a sharp slowdown, and the downturn in industrial activity had a negative impact on the employment market. The trend in company investments suffered a marked turnaround compared with the excesses of the 1990s. Consumer spending lent strong support to the US economy during the first half of the year. After showing timorous signs of stabilising at the beginning of the summer, economic activity reeled under the effects of the terrorist attacks of 11 September, which dented the confidence of households and companies. Growth rates during the last quarter fell to -1.3% from 1.3% and 0.3% during the first two quarters. The sharp slowdown in the global economy also affected the **Japanese economy**, which had already been weakened by deep-seated structural difficulties. The fall in demand from abroad led to a decline in exports, a drop in industrial production and investments as well as a strong decline in the employment market. Domestic demand suffered due to heavy deflationary pressure. The Japanese economy, which had undergone two consecutive quarters of negative growth, entered into a recession once again. The contagious slowdown in the global economy affected **the European economies**. Moreover, the deterioration of the worldwide economic situation undermined industrial and household confidence. The German and Italian economies witnessed a sharp slowdown, while the French economy offered substantial resistance, thanks to the stability of domestic demand. In the UK, the economy was marked by the dichotomy between the strength of domestic demand and the weakness of industrial activity, which was hampered by the impact of the worldwide economic slowdown.

The marked slowdown in the US economy did not bring about a weakening of the **dollar** which, on the contrary, strengthened against all other currencies during 2001. The European Central Bank's meager credibility hindered the **euro** considerably, with the currency reacting only during the summer, thanks to doubts on the part of the US authorities who wanted to maintain a policy of a strong dollar. Signs of a slowdown in the economy and the expected downward trend on the money markets weighed heavily on the yen.

In the wake of the slowdown in the world economy, expected company profits slumped, which had a negative impact on all the world's stock markets.

The stalemate in the world economy and the extremely aggressive monetary policies helped the bond markets deliver a sound performance from the end of the first quarter. The beginning of the summer brought in profits supported by faint hopes of an upturn in the economy - hopes that were totally dashed after the terrorist attacks on the Twin Towers.

## **Independent Auditors' Report**

To the Unitholders of  
**NORD EST FUND**

We have audited the financial statements, which consist of the statement of net assets, the statements of portfolio and the notes to the financial statements of Nord Est Fund and each of its sub-funds as of December 31, 2001 and the statement of operations and changes in net assets for the year then ended. These financial statements are the responsibility of the Board of Directors of the Management Company of the Fund. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by the Board of Directors of the Management Company of the Fund in preparing the financial statements, as well as evaluating the overall financial statements presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the attached financial statements described above give, in conformity with the Luxembourg legal and regulatory requirements, a true and fair view of the financial position of Nord Est Fund and each of its sub-funds as of December 31, 2001 and the results of its operations and changes in its net assets for the year then ended.

Supplementary information included in the annual report has been reviewed in the context of our mandate but has not been subject to specific audit procedures carried out in accordance with the standards described above. Consequently, we express no opinion on such information. We have no observation to make concerning such information in the context of the financial statements taken as a whole.

  
**ARTHUR ANDERSEN**  
Independent Auditors

Luxembourg, February 18, 2002



*Nord Est Fund*  
**Consolidated**

Nord Est Fund Consolidated  
**Financial Statements at 31/12/01**

Statement of net assets at 31/12/01

*Expressed in EUR*

<b>Assets</b>		<b>172,744,376.54</b>
Securities portfolio at market value	Note 2	162,030,293.40
<i>Cost price</i>		170,270,072.77
<i>Unrealised loss on the securities portfolio</i>		-8,239,779.37
Cash at banks and liquidities		5,256,409.36
Term Deposits		2,900,000.00
Interest receivable		1,808,465.50
Formation expenses	Note 4	55,558.37
Unrealised net appreciation on financial futures	Note 8	60,081.72
Other assets		633,568.19
<b>Liabilities</b>		<b>1,606,962.09</b>
Bank overdrafts		547,369.87
Unrealised loss on forward foreign exchange contracts	Note 7	211,824.15
Unrealised net depreciation on financial futures	Note 8	62,237.50
Other liabilities		785,530.57
<b>Net asset value</b>		<b>171,137,414.45</b>

# Nord Est Fund Consolidated

## Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01

*Expressed in EUR*

<b>Income</b>		<b>5,518,928.42</b>
Net dividends		1,251,299.75
Net interest on bonds		3,847,369.04
Bank interest on cash account		108,436.98
Bank interest on time deposits		144,819.13
Other Interest		167,003.52
<b>Expenses</b>		<b>3,491,403.78</b>
Amortisation of formation expenses	Note 4	19,998.72
Management & advisory fees	Note 6	2,475,035.74
Custodian & sub-custodian fees	Note 9	132,815.99
Taxe d'abonnement	Note 5	86,169.06
Administrative expenses		255,880.43
Domiciliation fees		8,550.00
Professional fees		24,548.55
Bank interest on overdrafts		45,425.90
Legal fees		11,075.55
Other expenses		431,903.84
<b>Net income from investments</b>		<b>2,027,524.64</b>
Net realised loss on sales of investment securities		-18,150,627.92
Net realised loss on financial futures		-104,056.00
Net realised profit on options		2,119.00
Net realised loss on foreign exchange		-218,851.52
Net realised profit on forward foreign exchange contracts		390,466.75
<b>Net realised loss</b>		<b>-16,053,425.05</b>
Movement in net unrealised appreciation / depreciation on forward foreign exchange contracts		-1,144,326.26
Movement in net unrealised appreciation / depreciation on futures		-2,155.78
Movement in net unrealised appreciation / depreciation on investments		-3,519,892.18
<b>Decrease in net assets as a result of operations</b>		<b>-20,719,799.27</b>
Subscription capitalisation units		133,035,912.50
Redemption capitalisation units		-86,576,371.53
<b>Increase in net assets</b>		<b>25,739,741.70</b>
<b>Reevaluation of opening consolidated NAV</b>		<b>-20,000.00</b>
<b>Net assets at the beginning of the year</b>		<b>145,417,672.75</b>
<b>Net assets at the end of the year</b>		<b>171,137,414.45</b>

*Nord Est Fund*  
**Azionario Globale**

# Nord Est Fund Azionario Globale

## Financial Statements at 31/12/01

### Statement of net assets at 31/12/01

*Expressed in EUR*

<b>Assets</b>			<b>44,014,794.31</b>
Securities portfolio at market value	Note 2		40,597,031.52
Cost price			41,189,182.67
Unrealised loss on the securities portfolio			-592,151.15
Cash at banks and liquidities			3,056,112.22
Formation expenses	Note 4		7,936.91
Unrealised net appreciation on financial futures	Note 8		60,081.72
Other assets			293,631.94
<b>Liabilities</b>			<b>446,104.13</b>
Bank overdrafts			177,352.97
Other liabilities			268,751.16
<b>Net asset value</b>			<b>43,568,690.18</b>

### Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	<b>Units outstanding at 01/01/01</b>	<b>Units issued</b>	<b>Units redeemed</b>	<b>Units outstanding at 31/12/01</b>
<b>Category I</b>				
Capitalisation units	0.000	1,339,705.300	15,460.490	1,324,244.810
<b>Category R</b>				
Capitalisation units	2,399,300.600	3,000,526.260	1,983,526.220	3,416,300.640

### Key figures relating to the last 3 years

	<i>Year ending at:</i>	<b>31/12/01</b>	<b>31/12/00</b>	<b>31/12/99</b>
<b>Total Net Assets</b>	EUR	43,568,690.18	29,601,459.48	-
<b>Category I</b>	EUR			
<b>Capitalisation units</b>				
Number of units		1,324,244.810	-	
Net asset value per unit	EUR	9.20		
<b>Category R</b>	EUR		EUR	
<b>Capitalisation units</b>				
Number of units		3,416,300.640	2,399,300.600	
Net asset value per unit	EUR	9.19	12.34	

# Nord Est Fund Azionario Globale

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			40,597,031.52	93.18%
<b>Shares</b>			<b>40,597,031.52</b>	<b>93.18%</b>
	<i>Australia</i>		395,450.93	0.91%
71,387	WMC LTD	AUD	395,450.93	0.91%
	<i>Bermuda</i>		328,372.86	0.75%
10,900	ACCENTURE LTD -A-	USD	328,372.86	0.75%
	<i>Brazil</i>		347,094.43	0.80%
13,352	PETROLEO BRASILEIRO SP.ADR REPR.1 SH	USD	347,094.43	0.80%
	<i>Canada</i>		349,001.48	0.80%
7,500	CELESTICA SUB-VOTING	USD	349,001.48	0.80%
	<i>Finland</i>		341,295.20	0.78%
10,400	NOKIA	EUR	301,184.00	0.69%
1,400	NOKIA ADR (1 SH -A-)	USD	40,111.20	0.09%
	<i>France</i>		1,974,915.92	4.53%
4,558	BNP PARIBAS	EUR	458,079.00	1.05%
2,221	CIE SAINT GOBAIN	EUR	376,459.50	0.86%
4,000	SANOFI SYNTHELABO	EUR	335,200.00	0.77%
5,782	SODEXHO ALLIANCE	EUR	277,593.82	0.64%
1,119	TOTAL FINA ELF	EUR	179,487.60	0.41%
7,770	VALEO SA	EUR	348,096.00	0.80%
	<i>Germany</i>		1,856,395.50	4.26%
1,636	ALLIANZ AG NAMEN VINKULIERT	EUR	435,176.00	1.00%
8,801	BASF AG	EUR	367,441.75	0.84%
13,900	INFINEON TECHNOLOGIES NOM.	EUR	319,005.00	0.73%
1,035	MUENCHENER RUECKVERSICHERUNGS NAMEN	EUR	315,623.25	0.72%
2,865	SAP AG	EUR	419,149.50	0.96%
	<i>Hong Kong</i>		1,083,206.49	2.49%
100,821	CHINA MOBILE (HONG KONG) LTD	HKD	402,740.48	0.92%
32,000	HUTCHISON WHAMPOA	HKD	350,419.62	0.80%
36,000	SUN HUNG KAI PROPERTIES LTD	HKD	330,046.39	0.76%
	<i>Italy</i>		1,220,613.98	2.80%
45,506	TELECOM ITALIA	EUR	436,857.60	1.00%
65,651	TELECOM ITALIA MOBILE SPA	EUR	411,631.77	0.94%
82,511	UNICREDITO ITALIANO	EUR	372,124.61	0.85%
	<i>Japan</i>		2,816,346.76	6.46%
183,000	CHIYODA CORP	JPY	199,281.07	0.46%
7,000	ITO-YOKADO CO LTD	JPY	358,149.34	0.82%
4,300	KYOCERA CORP	JPY	317,745.19	0.73%
149,000	MAZDA MOTOR CORP	JPY	300,045.14	0.69%
21	NTT DOCOMO	JPY	279,501.68	0.64%
9,000	SONY CORP	JPY	465,922.57	1.07%
54,000	SUMITOMO MITSUI BANKING	JPY	259,018.72	0.59%
8,000	TAKEDA CHEMICAL IND	JPY	410,004.94	0.94%
7,900	TOYOTA MOTOR CORP	JPY	226,678.11	0.52%
	<i>South Korea</i>		676,491.32	1.55%
7,950	KOOKMIN BANK ADR REPR.1SHS	USD	342,789.06	0.79%
14,559	KOREA TELECOM ADR REPR.1/2 SHS	USD	333,702.26	0.77%
	<i>Spain</i>		372,839.24	0.86%
25,502	IBERDROLA SA	EUR	372,839.24	0.86%
	<i>Switzerland</i>		708,233.86	1.63%
6,191	NOVARTIS SA REG.SHS	CHF	250,495.65	0.57%
8,100	UBS NAM.AKT	CHF	457,738.21	1.05%
	<i>The Netherlands</i>		1,583,204.80	3.63%
12,200	AHOLD	EUR	398,696.00	0.92%
27,170	ELSEVIER NV	EUR	360,817.60	0.83%
12,900	ROYAL PHILIPS ELECTRONICS NV	EUR	430,602.00	0.99%
10,904	STMICROELECTRONICS NV	EUR	393,089.20	0.90%
	<i>United Kingdom</i>		4,947,438.36	11.36%
22,317	ABBEEY NATIONAL PLC	GBP	360,702.87	0.83%
11,745	BARCLAYS PLC	GBP	440,075.60	1.01%
55,803	BRITISH SKY BROADCASTING GROUP	GBP	679,540.24	1.56%
105,000	COOKSON GROUP PLC	GBP	162,202.14	0.37%
82,005	DIXONS GROUP	GBP	323,437.97	0.74%
64,000	GKN	GBP	283,977.00	0.65%

The accompanying notes form an integral part of these financial statements

Nord Est Fund Azionario Globale  
Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
10,000	GLAXOSMITHKLINE PLC	GBP	282,662.29	0.65%
66,156	ICELAND GROUP PLC	GBP	191,890.45	0.44%
168,300	INVENSYS PLC	GBP	336,738.30	0.77%
40,659	LEX SERVICE PLC	GBP	340,105.69	0.78%
17,000	RIO TINTO PLC	GBP	367,099.43	0.84%
32,616	SIX CONTINENTS	GBP	364,484.48	0.84%
83,229	TESCO ORD PLC	GBP	338,523.88	0.78%
161,362	VODAFONE GROUP PLC	GBP	475,998.02	1.09%
<i>United States of America</i>			21,596,130.39	49.57%
11,707	AMERICAN HOME PRODUCTS CORP	USD	819,078.21	1.88%
5,074	AMERICAN INTERNATL GROUP	USD	461,858.94	1.06%
9,295	ANHEUSER BUSCH COS INC	USD	476,931.69	1.09%
18,326	AOL TIME WARNER	USD	688,290.71	1.58%
21,403	AT T WIRELESS WHEN ISSUED	USD	354,328.57	0.81%
3,479	BANK OF AMERICA CORP	USD	250,789.60	0.58%
9,783	BANK ONE	USD	442,027.76	1.01%
6,600	BJ'S WHOLESALE CLUB INC	USD	328,764.33	0.75%
4,048	BRISTOL MYERS SQUIBB CO	USD	237,928.52	0.55%
4,912	CHEVRONTXACO CORP	USD	504,074.98	1.16%
17,285	CISCO SYSTEMS	USD	363,626.35	0.83%
13,519	CITIGROUP INC	USD	785,246.36	1.80%
4,312	COLGATE-PALMOLIVE CO	USD	284,465.77	0.65%
25,300	COMPAQ COMPUTER CORP	USD	283,918.08	0.65%
10,600	CONOCO INC	USD	341,345.74	0.78%
9,507	CVS CORP	USD	323,624.19	0.74%
17,202	DELL COMPUTER CORP	USD	541,258.89	1.24%
9,904	DUKE ENERGY	USD	446,034.00	1.02%
23,729	EXXON MOBIL	USD	1,071,076.39	2.46%
5,338	FANNIE MAE	USD	483,284.95	1.11%
21,304	GENERAL ELECTRIC CO	USD	985,065.25	2.26%
6,900	GENERAL MOTORS CORP	USD	383,011.46	0.88%
12,363	HOME DEPOT INC	USD	722,449.23	1.66%
4,132	IBM CORP	USD	576,220.13	1.32%
14,555	INTEL CORP	USD	532,455.69	1.22%
12,834	JOHNSON & JOHNSON	USD	871,715.92	2.00%
4,380	JP MORGAN CHASE AND CO	USD	181,650.97	0.42%
16,555	MICROSOFT CORP	USD	1,274,920.98	2.93%
6,100	MIDCAP SP DR TRUST SERIES -1-	USD	649,245.44	1.49%
22,425	PFIZER INC	USD	1,027,992.74	2.36%
2,768	PROCTER & GAMBLE CO	USD	249,726.18	0.57%
14,907	SBC COMMUNICATIONS INC	USD	667,964.86	1.53%
5,869	TYCO INTERNATIONAL	USD	395,506.54	0.91%
5,350	UNITED TECHNOLOGIES CORPORATION	USD	393,676.96	0.90%
9,900	VIACOM INC -B- NON-VOTING	USD	503,818.23	1.16%
10,519	WAL MART STORES	USD	696,452.57	1.60%
16,322	WALT DISNEY CO (HOLDING CO)	USD	388,001.70	0.89%
8,569	WASHINGTON MUTUAL	USD	316,196.39	0.73%
11,958	WASTE MANAGEMENT	USD	439,351.01	1.01%
10,707	WELLS FARGO AND CO NEW	USD	529,700.67	1.22%
5,002	WEYERHAEUSER CO	USD	308,417.88	0.71%
5,784	WILLIAMS COMMUNICATIONS GROUP -A-	USD	14,635.56	0.03%

**Total securities portfolio**

**40,597,031.52 93.18%**

**Nord Est Fund Azionario Globale**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**  
*Expressed in EUR*

<b>Income</b>		<b>509,670.94</b>
Net dividends		456,727.23
Bank interest on cash account		52,943.71
<b>Expenses</b>		<b>929,598.82</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	692,173.31
Custodian & sub-custodian fees	Note 9	49,355.77
Taxe d'abonnement	Note 5	21,353.00
Administrative expenses		46,445.69
Domiciliation fees		1,126.14
Professional fees		5,710.40
Bank interest on overdrafts		4,470.17
Legal fees		2,292.87
Other expenses		103,814.51
<b>Net loss from investments</b>		<b>-419,927.88</b>
Net realised loss on sales of investment securities		-13,087,563.62
Net realised loss on financial futures		-256,217.70
Net realised profit on options		5,887.90
Net realised loss on foreign exchange		-179,251.25
Net realised profit on forward foreign exchange contracts		1,296.06
<b>Net realised loss</b>		<b>-13,935,776.49</b>
Movement in net unrealised appreciation / depreciation on futures		60,081.72
Movement in net unrealised appreciation / depreciation on investments		1,728,169.75
<b>Decrease in net assets as a result of operations</b>		<b>-12,147,525.02</b>
<b>Category I</b>		
Subscription capitalisation units		9,496,773.78
Redemption capitalisation units		-141,937.30
<b>Category R</b>		
Subscription capitalisation units		34,124,724.38
Redemption capitalisation units		-17,364,805.14
<b>Increase in net assets</b>		<b>13,967,230.70</b>
<b>Net assets at the beginning of the year</b>		<b>29,601,459.48</b>
<b>Net assets at the end of the year</b>		<b>43,568,690.18</b>



*Nord Est Fund*  
**Obbligazionario Globale**

# Nord Est Fund Obbligazionario Globale

## Financial Statements at 31/12/01

### Statement of net assets at 31/12/01

*Expressed in EUR*

Assets		<b>22,179,786.62</b>
Securities portfolio at market value	Note 2	21,449,424.31
Cost price		21,988,459.10
Unrealised loss on the securities portfolio		-539,034.79
Cash at banks and liquidities		180,347.32
Interest receivable		413,582.67
Formation expenses	Note 4	7,936.91
Other assets		128,495.41
Liabilities		<b>38,704.52</b>
Other liabilities		38,704.52
Net asset value		<b>22,141,082.10</b>

### Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	Units outstanding at 01/01/01	Units issued	Units redeemed	Units outstanding at 31/12/01
Category I				
Capitalisation units	0.000	800,242.250	14,473.730	785,768.520
Category R				
Capitalisation units	895,210.640	1,640,839.600	1,352,696.230	1,183,354.010

### Key figures relating to the last 3 years

	Year ending at:	31/12/01	31/12/00	31/12/99
Total Net Assets	EUR	22,141,082.10	9,830,010.18	-
Category I		EUR		
Capitalisation units				
Number of units		785,768.520	-	
Net asset value per unit	EUR	11.25		
Category R		EUR	EUR	
Capitalisation units				
Number of units		1,183,354.010	895,210.640	
Net asset value per unit	EUR	11.24	10.98	

# Nord Est Fund Obbligazionario Globale

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			20,394,425.55	92.11%
<b>Bonds</b>			<b>20,394,425.55</b>	<b>92.11%</b>
<i>Austria</i>			<i>1,336,967.01</i>	<i>6.04%</i>
150,000,000	PFBRF OEST.LD-HYPO BK 1.60 01-11 15/02A	JPY	1,336,967.01	6.04%
<i>Canada</i>			<i>688,025.23</i>	<i>3.11%</i>
956,000	CANADA 5.50 98-09 01/06S	CAD	688,025.23	3.11%
<i>France</i>			<i>2,727,960.00</i>	<i>12.32%</i>
1,356,000	FRANCE BTAN 4.00 01-04 12/01A	EUR	1,364,407.20	6.16%
719,000	FRANCE OAT 5.00 01-16 25/10A	EUR	701,456.40	3.17%
644,000	FRANCE OAT 5.25 98-08 25/04A	EUR	662,096.40	2.99%
<i>Germany</i>			<i>3,846,573.71</i>	<i>17.37%</i>
730,000	ALLEMAGNE SERIE 138 4.50 01-06 18/08A	EUR	733,723.00	3.31%
838,000	BRD -125- 5.00 97-02 12/11A	EUR	850,067.20	3.84%
1,138,000	BRD -134- 4.25 99-05 18/02A	EUR	1,145,966.00	5.18%
122,000,000	DEUTSCHE AUSGLEISCHBK 1.85 00-10 20/09S	JPY	1,116,817.51	5.04%
<i>Italy</i>			<i>1,503,343.44</i>	<i>6.79%</i>
649,000	ITALY BTP 5.25 98-29 01/11S	EUR	621,093.00	2.81%
102,000,000	ITALY REG.NOTES 0.375 00-02 12/05S	JPY	882,250.44	3.98%
<i>The Netherlands</i>			<i>2,341,676.80</i>	<i>10.58%</i>
1,462,000	NEDERLAND 5.00 01-11 15/07A	EUR	1,456,736.80	6.58%
840,000	NEDERLAND 5.75 97-07 15/02A	EUR	884,940.00	4.00%
<i>United Kingdom</i>			<i>1,056,131.82</i>	<i>4.77%</i>
554,000	UK TREASURY BONDS 5.00 01-12 07/03S	GBP	908,614.64	4.10%
81,000	UNITED KINGDOM 7.25 97-07 07/12S	GBP	147,517.18	0.67%
<i>United States of America</i>			<i>6,893,747.54</i>	<i>31.14%</i>
96,000,000	KFW INT.FINANCE 1.00 99-04 20/12S	JPY	849,270.27	3.84%
477,000	USA 11.25 85-15 15/02S	USD	823,201.17	3.72%
903,000	USA TREASURY BONDS 6.125 99-29 15/08S	USD	1,077,134.64	4.86%
672,000	USA TREASURY NOTES 6.00 99-04 15/08S	USD	807,486.11	3.65%
1,377,000	USA TREASURY NOTES -P-4.00 01-03 30/04S	USD	1,595,056.59	7.20%
85,500,000	WORLD BANK 4.75 94-04 20/12S	JPY	838,034.46	3.78%
103,400,000	WORLD BANK 5.25 92-02 20/03S	JPY	903,564.30	4.08%
Transferable securities dealt in on another regulated market			1,054,998.76	4.76%
<b>Bonds</b>			<b>1,054,998.76</b>	<b>4.76%</b>
<i>United States of America</i>			<i>1,054,998.76</i>	<i>4.76%</i>
920,000	FREDDIE MAC 5.75 99-09 15/03S	USD	1,054,998.76	4.76%
<b>Total securities portfolio</b>			<b>21,449,424.31</b>	<b>96.88%</b>

**Nord Est Fund Obbligazionario Globale**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**  
*Expressed in EUR*

<b>Income</b>		<b>710,642.19</b>
Net interest on bonds		709,183.20
Bank interest on cash account		1,458.99
<b>Expenses</b>		<b>336,107.24</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	224,229.48
Custodian & sub-custodian fees	Note 9	8,522.53
Taxe d'abonnement	Note 5	9,982.39
Administrative expenses		31,852.74
Domiciliation fees		1,274.98
Professional fees		3,193.52
Bank interest on overdrafts		2,597.37
Legal fees		899.82
Other expenses		50,697.45
<b>Net income from investments</b>		<b>374,534.95</b>
Net realised profit on sales of investment securities		316,978.72
Net realised loss on foreign exchange		-9,771.42
Net realised loss on forward foreign exchange contracts		-11,607.59
<b>Net realised profit</b>		<b>670,134.66</b>
Movement in net unrealised appreciation / depreciation on investments		-305,596.31
<b>Increase in net assets as a result of operations</b>		<b>364,538.35</b>
<b>Category I</b>		
Subscription capitalisation units		8,345,911.84
Redemption capitalisation units		-164,331.35
<b>Category R</b>		
Subscription capitalisation units		18,763,533.97
Redemption capitalisation units		-14,998,580.89
<b>Increase in net assets</b>		<b>12,311,071.92</b>
<b>Net assets at the beginning of the year</b>		<b>9,830,010.18</b>
<b>Net assets at the end of the year</b>		<b>22,141,082.10</b>

*Nord Est Fund*  
**Azionario Euro**

Nord Est Fund Azionario Euro  
**Financial Statements at 31/12/01**

Statement of net assets at 31/12/01

*Expressed in EUR*

Assets		<b>43,363,024.08</b>
Securities portfolio at market value	Note 2	42,564,534.02
<i>Cost price</i>		50,001,073.53
<i>Unrealised loss on the securities portfolio</i>		-7,436,539.51
Cash at banks and liquidities		78,793.15
Term Deposits		700,000.00
Interest receivable		210.00
Formation expenses	Note 4	7,936.91
Other assets		11,550.00
Liabilities		<b>257,965.42</b>
Other liabilities		257,965.42
Net asset value		<b>43,105,058.66</b>

Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	Units outstanding at 01/01/01	Units issued	Units redeemed	Units outstanding at 31/12/01
Category I				
Capitalisation units	0.000	524,384.250	1,500.000	522,884.250
Category R				
Capitalisation units	2,975,584.490	2,484,845.510	1,372,178.280	4,088,251.720

Key figures relating to the last 3 years

	Year ending at:	31/12/01	31/12/00	31/12/99
Total Net Assets	EUR	43,105,058.66	35,869,032.26	-
Category I		EUR		
<b>Capitalisation units</b>				
Number of units		522,884.250	-	
Net asset value per unit	EUR	9.36		
Category R		EUR	EUR	
<b>Capitalisation units</b>				
Number of units		4,088,251.720	2,975,584.490	
Net asset value per unit	EUR	9.35	12.05	

Nord Est Fund Azionario Euro  
Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			42,564,534.02	98.75%
<b>Shares</b>			<b>42,564,534.02</b>	<b>98.75%</b>
	<i>Belgium</i>		722,127.10	1.68%
10,407	DEXIA	EUR	168,073.05	0.39%
19,007	FORTIS	EUR	554,054.05	1.29%
	<i>Finland</i>		3,118,673.44	7.24%
107,689	NOKIA	EUR	3,118,673.44	7.24%
	<i>France</i>		14,193,628.69	32.93%
30,094	ALCATEL -A-	EUR	577,804.80	1.34%
20,927	AVENTIS	EUR	1,668,928.25	3.87%
32,267	AXA	EUR	757,306.49	1.76%
13,855	BNP PARIBAS	EUR	1,392,427.50	3.23%
4,968	BUSINESS OBJECTS NOM,	EUR	186,548.40	0.43%
12,368	CARREFOUR	EUR	722,291.20	1.68%
1,659	CIE SAINT GOBAIN	EUR	281,200.50	0.65%
12,311	FRANCE TELECOM	EUR	552,763.90	1.28%
2,656	GROUPE DANONE	EUR	363,872.00	0.84%
3,022	LAFARGE	EUR	317,007.80	0.74%
7,733	LVMH MOET HENN.LOUIS VUIT.	EUR	353,398.10	0.82%
30,480	ORANGE	EUR	310,286.40	0.72%
2,965	PINAULT-PRINTEMPS REDOUTE SA	EUR	428,739.00	0.99%
8,787	SOCIETE GENERALE PARIS -A-	EUR	552,262.95	1.28%
20,110	SUEZ (EX SUEZ LYONNAISE DES EAUX)	EUR	683,740.00	1.59%
7,117	THOMSON MULTIMEDIA	EUR	245,536.50	0.57%
18,486	TOTAL FINA ELF	EUR	2,965,154.40	6.88%
29,827	VIVENDI UNIVERSAL	EUR	1,834,360.50	4.26%
	<i>Germany</i>		9,952,402.79	23.09%
4,050	ALLIANZ AG NAMEN VINKULIERT	EUR	1,077,300.00	2.50%
12,085	BASF AG	EUR	504,548.75	1.17%
15,159	BAYER AG	EUR	542,692.20	1.26%
16,248	DAIMLERCHRYSLER REG.	EUR	785,590.80	1.82%
17,248	DEUTSCHE BANK NAMEN	EUR	1,369,491.20	3.18%
62,018	DEUTSCHE TELEKOM NAMEN	EUR	1,196,947.40	2.78%
14,468	E.ON AKTIENGESELLSCHAFT	EUR	841,748.24	1.95%
3,159	MUENCHENER RUECKVERSICHERUNGS NAMEN	EUR	963,337.05	2.23%
2,392	SAP AG	EUR	349,949.60	0.81%
5,558	SCHERING AG	EUR	331,256.80	0.77%
23,595	SIEMENS NAM.AKT	EUR	1,754,288.25	4.07%
4,481	VOLKSWAGEN AG ST	EUR	235,252.50	0.55%
	<i>Italy</i>		3,220,725.20	7.47%
29,376	ASSICURAZIONI GENERALI	EUR	916,531.20	2.13%
74,404	ENI AZ	EUR	1,047,608.32	2.43%
60,013	TELECOM ITALIA	EUR	576,124.80	1.34%
55,079	TELECOM ITALIA MOBILE SPA	EUR	345,345.33	0.80%
74,305	UNICREDITO ITALIANO	EUR	335,115.55	0.78%
	<i>Spain</i>		3,801,680.31	8.82%
69,411	BANCO BILBAO VIZCAYA ARGENTARIA NAMEN-AK	EUR	964,812.90	2.24%
97,382	BANCO SANTANDER CENTRAL HISPANO REG.	EUR	916,364.62	2.13%
22,243	ENDESA	EUR	390,809.51	0.91%
101,776	TELEFONICA SA	EUR	1,529,693.28	3.55%
	<i>The Netherlands</i>		7,555,296.49	17.53%
17,646	AEGON NV	EUR	536,438.40	1.24%
17,915	AHOLD	EUR	585,462.20	1.36%
21,613	ASML HOLDING NV	EUR	421,885.76	0.98%
42,814	ING GROEP NV CERT OF SHS	EUR	1,226,192.96	2.84%
43,653	ROYAL DUTCH PETROLEUM CO	EUR	2,483,855.70	5.76%
35,883	ROYAL PHILIPS ELECTRONICS NV	EUR	1,197,774.54	2.78%
13,688	UNILEVER CERT.OF SHS	EUR	901,354.80	2.09%
5,863	VNU	EUR	202,332.13	0.47%
<b>Total securities portfolio</b>			<b>42,564,534.02</b>	<b>98.75%</b>

**Nord Est Fund Azionario Euro**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**  
*Expressed in EUR*

<b>Income</b>		<b>660,937.78</b>
Net dividends		605,902.75
Bank interest on cash account		5,794.95
Bank interest on time deposits		49,240.08
<b>Expenses</b>		<b>915,608.90</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	698,550.76
Custodian & sub-custodian fees	Note 9	29,420.69
Taxe d'abonnement	Note 5	24,346.04
Administrative expenses		49,341.90
Domiciliation fees		1,013.16
Professional fees		5,890.51
Bank interest on overdrafts		6,725.94
Legal fees		2,864.73
Other expenses		94,598.21
<b>Net loss from investments</b>		<b>-254,671.12</b>
Net realised loss on sales of investment securities		-4,164,155.55
Net realised profit on options		23,831.69
Net realised loss on foreign exchange		-6,075.01
<b>Net realised loss</b>		<b>-4,401,069.99</b>
Movement in net unrealised appreciation / depreciation on investments		-6,743,541.65
<b>Decrease in net assets as a result of operations</b>		<b>-11,144,611.64</b>
<b>Category I</b>		
Subscription capitalisation units		954,507.33
Redemption capitalisation units		-13,890.00
<b>Category R</b>		
Subscription capitalisation units		27,004,430.08
Redemption capitalisation units		-9,564,409.37
<b>Increase in net assets</b>		<b>7,236,026.40</b>
<b>Net assets at the beginning of the year</b>		<b>35,869,032.26</b>
<b>Net assets at the end of the year</b>		<b>43,105,058.66</b>



*Nord Est Fund*  
**Azionario Paesi Emergenti**

# Nord Est Fund Azionario Paesi Emergenti

## Financial Statements at 31/12/01

### Statement of net assets at 31/12/01

*Expressed in EUR*

Assets		<b>5,986,279.71</b>
Securities portfolio at market value	Note 2	5,666,061.30
Cost price		6,042,051.06
Unrealised loss on the securities portfolio		-375,989.76
Cash at banks and liquidities		253,637.81
Interest receivable		1,022.26
Formation expenses	Note 4	7,936.91
Other assets		57,621.43
Liabilities		<b>413,584.20</b>
Bank overdrafts		370,016.90
Other liabilities		43,567.30
Net asset value		<b>5,572,695.51</b>

### Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	Units outstanding at 01/01/01	Units issued	Units redeemed	Units outstanding at 31/12/01
Category I				
Capitalisation units	0.000	143,183.870	3,000.000	140,183.870
Category R				
Capitalisation units	603,709.280	126,003.590	329,227.710	400,485.160

### Key figures relating to the last 3 years

	Year ending at:	31/12/01	31/12/00	31/12/99
Total Net Assets	EUR	5,572,695.51	6,432,344.94	-
Category I		EUR		
Capitalisation units				
Number of units		140,183.870	-	
Net asset value per unit	EUR	10.32		
Category R		EUR	EUR	
Capitalisation units				
Number of units		400,485.160	603,709.280	
Net asset value per unit	EUR	10.30	10.65	

# Nord Est Fund Azionario Paesi Emergenti

## Securities portfolio at 31/12/01

Expressed in EUR

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			5,314,696.87	95.37%
<b>Shares</b>			<b>4,694,679.88</b>	<b>84.24%</b>
<i>Brazil</i>			<i>566,040.11</i>	<i>10.16%</i>
140,000	AMBEV PREF.SHS	BRL	32,592.92	0.58%
900	ARACRUZ CEL.PREF SHS B/ADR-REP.10PREF.B.	USD	18,228.75	0.33%
510,000	BANCO ITAU PREF.	BRL	43,898.17	0.79%
1,400	COMP.BRASIL.DISTR.ACUCAR ADR 1000 REG-S	USD	33,502.78	0.60%
4,000	COPEL SP.ADR REPR.1000 PFD SHS -B-	USD	32,996.71	0.59%
3,600	ELETRONBRAS (CENTR.ELET.BRASIL.) PREF.-B-	BRL	54,934.52	0.99%
4,000	PETROLEO BRASILEIRO -PETROBRAS- PREF.	BRL	100,067.69	1.80%
9,000	TCOC PREF SHS ADR REPR.3000 PREF.SHS	USD	71,485.31	1.28%
3,800,000	TELE NORTE LESTE PARTICIPACOES	BRL	56,685.46	1.02%
1,250	TELEBRAS HOLDING CDR REP.1 SPONSORED ADR	USD	57,443.55	1.03%
1,400	UNIBANCO SPONS.GDR REPR.500 UNITS	USD	35,313.74	0.63%
1,100	VALE DO RIO DOCE PREF -A-	BRL	28,890.51	0.52%
<i>Cayman Islands</i>			<i>22,410.56</i>	<i>0.40%</i>
70,000	CHINA RARE EARTH HOLDINGS LTD	HKD	22,410.56	0.40%
<i>China</i>			<i>168,947.19</i>	<i>3.03%</i>
140,000	CHINA PETROLEUM AND CHEMICAL -H-	HKD	21,799.36	0.39%
95,000	CHINA SOUTHERN AIRLINES -H-	HKD	31,105.56	0.56%
64,000	HUANENG POWER INTL INC -H-	HKD	43,773.35	0.79%
1,700	PETROCHINA CO ADR REPR.100 SHS	USD	34,702.14	0.62%
50,000	YANZHOU COAL MINING CO -H-	HKD	18,008.48	0.32%
70,000	ZHEJIANG EXPRESSWAY -H-	HKD	19,558.30	0.35%
<i>Czech Republic</i>			<i>40,282.90</i>	<i>0.72%</i>
2,000	CESKE RADIOKOMUNIKACE	CZK	22,201.40	0.40%
560	KOMERCNI BANKA	CZK	18,081.50	0.32%
<i>Egypt</i>			<i>9,307.37</i>	<i>0.17%</i>
1,210	ORASCOM CONSTRUCTION INDUSTRIE REG.	EGP	9,307.37	0.17%
<i>Greece</i>			<i>5,166.00</i>	<i>0.09%</i>
1,897	ANTENNA TV ADR REPR.1/2 SHS	USD	5,166.00	0.09%
<i>Guernsey Island</i>			<i>12,986.50</i>	<i>0.23%</i>
54,500	FIVE ARROWS CHILE / GUERNSEY REG.(NEW)	USD	12,986.50	0.23%
<i>Hong Kong</i>			<i>252,885.93</i>	<i>4.54%</i>
34,000	CHINA EVERBRIGHT LTD	HKD	28,944.54	0.52%
3,800	CHINA MOBILE (HK) ADR REPR.5 SHS	USD	75,499.83	1.35%
14,900	CHINA MOBILE (HONG KONG) LTD	HKD	59,519.68	1.07%
26,000	CHINA RESOURCES ENTERPRISE LTD	HKD	27,620.28	0.50%
100,000	DENWAY MOTORS LTD	HKD	35,289.35	0.63%
12,500	SHANGHAI INDUSTRIAL HOLDINGS LTD	HKD	26,012.25	0.47%
<i>Hungary</i>			<i>69,158.78</i>	<i>1.24%</i>
250	EGIS RT	HUF	10,706.33	0.19%
6,500	HUNGARIAN TELECOM REG.	HUF	23,992.36	0.43%
1,700	MOL MAGYAR OLY-ES GAZIPARI RT	HUF	34,460.09	0.62%
<i>India</i>			<i>200,107.79</i>	<i>3.59%</i>
1,900	DR REDDYS LABORATORIES ADR	USD	40,380.12	0.72%
3,200	ICICI ADR REPR.5SHS	USD	21,168.73	0.38%
1,700	MAHANAGAR TELEPHONE NIGAM LTD	USD	11,091.57	0.20%
4,300	SATYAM COMPUTER SERVICES ADR REPR.2 SHS	USD	50,255.30	0.90%
550	SATYAM INFOWAY ADR	USD	961.08	0.02%
43,000	SSI GDR REPR.SHS REG-S	USD	19,516.62	0.35%
3,200	STATE BANK OF INDIA GDR (REG S 2-2SHS)	USD	29,774.20	0.53%
2,700	VIDESH SANCHAR NIGAM ADR REPR. 0.5 SHS	USD	26,960.17	0.48%
<i>Indonesia</i>			<i>82,482.59</i>	<i>1.48%</i>
83,000	ASTRA INTERNATIONAL TBK	IDR	17,657.84	0.32%
56,000	HANJAYA MANDALA SAMPOERNA	IDR	19,550.72	0.35%
7,000	TELEKOMUNIKASI INDONESIA (PERSERO) ADR	USD	45,274.03	0.81%
<i>Israel</i>			<i>133,691.03</i>	<i>2.40%</i>
9,000	BANK HAPOLIM (IL662577)	ILS	22,148.88	0.40%
500	CHECK POINT SOFTWARE TECHNOLOGIES	USD	23,289.46	0.42%
1,400	LUMENIS	USD	29,515.49	0.53%
1,800	M SYSTEMS FLASH	USD	23,488.03	0.42%
500	TEVA PHARMACEUTICAL INDUSTRIES 1 UT =1SH	ILS	35,249.17	0.63%
<i>Malaysia</i>			<i>195,179.40</i>	<i>3.50%</i>
2,453	BRITISH AMERICAN TOBACCO (M) BHD	MYR	27,101.41	0.49%

The accompanying notes form an integral part of these financial statements

# Nord Est Fund Azionario Paesi Emergenti

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
14,000	KUALA LUMPUR KEPONG MY	MYR	22,156.26	0.40%
6,984	MALAYAN BANKING BHD	MYR	17,309.12	0.31%
40,000	MALAYSIA MINING CORP BHD	MYR	22,096.54	0.40%
11,880	MALAYSIA PACIFIC INDUSTRIES	MYR	55,694.03	1.00%
13,000	MALAYSIAN INTL SHIPPING CORP FOREIGN	MYR	26,784.59	0.48%
10,000	PERUSAHAAN OTOMOBIL NASIONAL BHD PROTON	MYR	24,037.45	0.43%
<i>Mexico</i>			333,991.64	5.99%
17,000	CARSO GLOBAL TELECOM A1	MXP	43,333.13	0.78%
8,901	CEMEX CERT.ORD.REPR 2 SHS -A-.1 SHS -B-	MXP	51,085.56	0.92%
14,000	COCA COLA FEMSA -L- (KOFL)	MXP	32,032.24	0.57%
41,000	COMERCI UNITS (1 SH -C- + 3 SHS -B-)	MXP	35,668.70	0.64%
35,000	GRUPO FINANCIERO BBVA BANCOMER (GFB) -O-	MXP	37,017.16	0.66%
2,800	TELEFONOS DE MEXICO ADR REPR.20 SHS -L-	USD	113,105.64	2.03%
7,000	WAL MART DE MEXICO -V-	MXP	21,749.21	0.39%
<i>Philippines</i>			31,720.72	0.57%
200,000	AYALA LAND INC	PHP	21,330.40	0.38%
9,000	SAN MIGUEL CL B REG PHILIPPINES	PHP	10,390.32	0.19%
<i>Poland</i>			17,193.35	0.31%
1,100	PROKOM SOFTWARE SPONS.GDR REPR.1/2 ORD.S	USD	17,193.35	0.31%
<i>Russia</i>			69,551.23	1.25%
1,150	VIMPEL COMMUNICATIONS SPONS ADR 3/4 SHS	USD	34,148.98	0.61%
400	YUKOS OIL COMPANY SP.ADR REPR.SHS	USD	35,402.25	0.64%
<i>South Africa</i>			395,837.71	7.10%
7,000	ABSA GROUP LTD	ZAR	23,508.32	0.42%
10,000	ALEXANDER FORBES	ZAR	14,767.13	0.26%
920	ANGLO AMERICAN PLATINUM CORP	ZAR	39,109.45	0.70%
1,300	ASTRAL FOODS	ZAR	1,672.02	0.03%
18,000	DATATEC	ZAR	34,555.08	0.62%
9,000	GOLD FIELDS	ZAR	49,560.39	0.89%
3,600	HARMONY GOLD MINING	ZAR	26,409.34	0.47%
500	IMPALA PLATINUM ORD. R0,020	ZAR	26,580.83	0.48%
3,800	LIBERTY GROUP	ZAR	19,803.20	0.36%
23,000	M-CELL	ZAR	29,253.21	0.52%
3,000	REMGRO LTD	ZAR	18,492.26	0.33%
5,900	SASOL LTD	ZAR	57,784.25	1.04%
5,400	STANDARD BANK INVESTMENT CORP	ZAR	16,128.56	0.29%
29,557	STEINHOFF INTERNATIONAL HOLDINGS LTD	ZAR	24,780.35	0.44%
30,000	TRUWORTHS INTERNATIONAL LTD	ZAR	13,433.32	0.24%
<i>South Korea</i>			915,084.83	16.42%
6,500	HYUNDAI MOTOR GDR REPR.SHS 144A	USD	73,385.91	1.32%
3,703	KOOKMIN BANK ADR REPR.1SHS	USD	159,666.40	2.87%
5,200	KOREA ELECTRIC POWER ADR REPR.1/2 SH	USD	54,519.46	0.98%
3,400	KOREA TELECOM ADR REPR.1/2 SHS	USD	77,930.33	1.40%
1,420	LG CHEMICAL GDR 144-A-	USD	26,589.43	0.48%
2,800	POHANG IRON STEEL ADR REP. 1/4 SH	USD	72,311.36	1.30%
4,000	SAMSUNG ELE.GDR.REP.1/2 NON VGT PFD 144A	USD	195,166.23	3.50%
600	SAMSUNG ELEC.GDR REP.0.5 VGT HS -144A-	USD	79,185.29	1.42%
6,000	SAMSUNG SDI SP.GDR 144A	USD	78,293.43	1.40%
3,200	SHINHAN FINANCIAL GR.GDR REPR.2SHS-144A-	USD	98,036.99	1.76%
<i>Taiwan</i>			6,228.41	0.11%
570	UNITED MICROELECTRONICS ADR REPR.5 SHS	USD	6,228.41	0.11%
<i>Thailand</i>			62,834.19	1.13%
14,000	ADVANCED INFO SERVICE -F-	THB	14,652.32	0.26%
56,000	BANGKOK EXPRESSWAY PUBLIC -F-	THB	14,023.08	0.25%
11,000	HANA MICROELECTRONICS PUBLICS CO -F- REG	THB	19,776.14	0.35%
5,000	PTT EXPLORATION AND PRODUCTION -F- REG	THB	14,382.65	0.26%
<i>Turkey</i>			251,310.36	4.51%
11,600,000	CARSI BUYUK MAGAZACILIK	KTL	28,221.41	0.51%
16,790,000	DOGAN SIRKETLER GRUBU HOLDINGS	KTL	29,977.20	0.54%
328,578	ENKA HOLDING	KTL	26,431.47	0.47%
38,463,273	FINANSBANK	KTL	38,487.12	0.69%
14,600,000	TANSAS IZMIR	KTL	33,801.34	0.61%
3,000,000	TUPRAS TURKIYE PETROL RAFINELERI	KTL	28,841.40	0.52%
1	TURK GARANTI BANK SHS NOM	KTL	0.00	0.00%
11,750,000	VESTEL ELEKTRONIC SANAYI TICARET AS	KTL	34,119.18	0.61%
9,000,000	YAPI VE KREDI BANKASI AS	KTL	31,431.24	0.56%

The accompanying notes form an integral part of these financial statements

# Nord Est Fund Azionario Paesi Emergenti

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
	<i>United Kingdom</i>		18,602.62	0.33%
29,000	NAVAN MINING PLC	GBP	11,914.54	0.21%
180,000	PROFURN	ZAR	6,688.08	0.12%
	<i>United States of America</i>		833,678.67	14.96%
3,400	AMERICA MOVIL ADR REPR.20SHS -L-WHEN.ISS	USD	75,654.15	1.36%
7,000	COMPAL ELECTRONICS GDR REPR.5SHS REG S	USD	48,451.15	0.87%
1,400	COMPANIA DE MINAS BUENAVENTURA	USD	32,454.33	0.58%
2,000	GOLDEN TELECOM	USD	27,459.44	0.49%
91,000	R.O.C. TAIWAN FD SHS BEN. INT.	USD	459,491.66	8.25%
5,600	SK TELECOM CO LTD - ADR - REP.1/90 SH	USD	139,793.49	2.51%
6,500	TV AZTECA SA DE CV-P.C.-ADR REP16 ORD.PC	USD	50,374.45	0.90%
	<b>Convertible bonds</b>		<b>46,815.00</b>	<b>0.84%</b>
	<i>The Netherlands</i>		46,815.00	0.84%
50,000	ELEKT.FIN.CV REG-S(DEF)3.75 99-04 02/07S	EUR	46,815.00	0.84%
	<b>Units in Investment Funds</b>		<b>572,758.99</b>	<b>10.28%</b>
	<i>Guernsey Island</i>		195,986.04	3.52%
250	BALTIC REPUBLICS FUND PTG.RED.PREF.	USD	27,825.37	0.50%
5,200	GENESIS CHILE FUND LTD	USD	168,160.67	3.02%
	<i>United States of America</i>		376,772.95	6.76%
29,000	TAIWAN FUND INC	USD	376,772.95	6.76%
	<b>Options, Warrants, Rights</b>		<b>443.00</b>	<b>0.01%</b>
	<i>Malaysia</i>		443.00	0.01%
2,909	TIME ENGINEERING BHD 25.06.05 WAR	MYR	443.00	0.01%
Transferable securities dealt in on another regulated market			163,375.09	2.93%
	<b>Shares</b>		<b>163,375.09</b>	<b>2.93%</b>
	<i>Egypt</i>		11,419.49	0.20%
6,800	ORASCOM TELECOM GDR REPR.SHS REG-S	USD	11,419.49	0.20%
	<i>India</i>		56,422.34	1.01%
1,700	RANBAXY LABORATORIES GDR REG.	USD	30,381.26	0.55%
1,700	RELIANCE INDUSTRIES GDR REPR.2 SHS	USD	26,041.08	0.47%
	<i>Poland</i>		67,667.08	1.21%
11,500	POLISH TELECOM TP GDR REP.1SHS -A- REG S	USD	45,149.21	0.81%
2,100	POLSKI KONCERN GDR REPR.REG S WHEN ISSUE	USD	22,517.87	0.40%
	<i>South Korea</i>		27,866.18	0.50%
1,120	LG HOUSEHOLD AND HEALTHCARE -144A-	USD	27,866.18	0.50%
Other transferable securities			187,989.34	3.37%
	<b>Shares</b>		<b>187,989.34</b>	<b>3.37%</b>
	<i>Russia</i>		187,989.34	3.37%
3,800	JSC SURGUTNEFTEGAZ ADR REPR.SHS	USD	67,911.04	1.22%
1,200	LUK OIL HOLDINGS ADR REPR.4 SHS	USD	66,038.81	1.19%
3,000	UES GDR (RAO UNIFIED ENERGY SYSTEM)	USD	54,039.49	0.97%
<b>Total securities portfolio</b>			<b>5,666,061.30</b>	<b>101.68%</b>

**Nord Est Fund Azionario Paesi Emergenti**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**

*Expressed in EUR*

<b>Income</b>		<b>177,494.54</b>
Net dividends		174,388.11
Net interest on bonds		1,715.05
Bank interest on cash account		1,391.38
<b>Expenses</b>		<b>201,321.71</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	116,508.33
Custodian & sub-custodian fees	Note 9	9,183.44
Taxe d'abonnement	Note 5	3,250.45
Administrative expenses		24,206.82
Domiciliation fees		658.79
Professional fees		734.51
Bank interest on overdrafts		21,975.99
Legal fees		470.40
Other expenses		21,476.02
<b>Net loss from investments</b>		<b>-23,827.17</b>
Net realised loss on sales of investment securities		-989,103.05
Net realised profit on options		0.25
Net realised loss on foreign exchange		-52,997.45
<b>Net realised loss</b>		<b>-1,065,927.42</b>
Movement in net unrealised appreciation / depreciation on investments		824,258.59
<b>Decrease in net assets as a result of operations</b>		<b>-241,668.83</b>
<b>Category I</b>		
Subscription capitalisation units		60,060.00
Redemption capitalisation units		-30,340.00
<b>Category R</b>		
Subscription capitalisation units		1,326,817.70
Redemption capitalisation units		-1,974,518.30
<b>Decrease in net assets</b>		<b>-859,649.43</b>
<b>Net assets at the beginning of the year</b>		<b>6,432,344.94</b>
<b>Net assets at the end of the year</b>		<b>5,572,695.51</b>

*Nord Est Fund*  
**Obbligazionario Euro**

# Nord Est Fund Obbligazionario Euro

## Financial Statements at 31/12/01

### Statement of net assets at 31/12/01

*Expressed in EUR*

<b>Assets</b>		<b>31,659,667.93</b>
Securities portfolio at market value	Note 2	30,240,109.20
<i>Cost price</i>		30,046,792.98
<i>Unrealised profit on the securities portfolio</i>		193,316.22
Cash at banks and liquidities		263,331.96
Term Deposits		200,000.00
Interest receivable		868,055.13
Formation expenses	Note 4	7,936.91
Other assets		80,234.73
<b>Liabilities</b>		<b>171,820.31</b>
Unrealised net depreciation on financial futures	Note 8	60,850.00
Other liabilities		110,970.31
<b>Net asset value</b>		<b>31,487,847.62</b>

### Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	<b>Units outstanding at 01/01/01</b>	<b>Units issued</b>	<b>Units redeemed</b>	<b>Units outstanding at 31/12/01</b>
<b>Category I</b>				
Capitalisation units	0.000	128,958.620	2,926.010	126,032.610
<b>Category R</b>				
Capitalisation units	2,983,833.180	1,693,228.270	1,959,114.870	2,717,946.580

### Key figures relating to the last 3 years

	<i>Year ending at:</i>	<b>31/12/01</b>	<b>31/12/00</b>	<b>31/12/99</b>
Total Net Assets	EUR	31,487,847.62	31,727,262.40	-
<b>Category I</b>		EUR		
<b>Capitalisation units</b>				
Number of units		126,032.610	-	
Net asset value per unit	EUR	11.08		
<b>Category R</b>		EUR	EUR	
<b>Capitalisation units</b>				
Number of units		2,717,946.580	2,983,833.180	
Net asset value per unit	EUR	11.07	10.63	



# Nord Est Fund Obbligazionario Euro

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			29,759,669.20	94.51%
<b>Bonds</b>			<b>29,759,669.20</b>	<b>94.51%</b>
<i>Finland</i>			<i>1,039,600.00</i>	<i>3.30%</i>
1,000,000	FINLAND 5.75 00-11 23/02A	EUR	1,039,600.00	3.30%
<i>France</i>			<i>22,791,619.20</i>	<i>72.38%</i>
990,919	DOMOS 4 -A3- 4.80 98-05 27/06S	EUR	999,119.20	3.17%
4,000,000	FRANCE 4.00 99-09 25/10A	EUR	3,762,000.00	11.95%
1,000,000	FRANCE BTAN 3.50 99-04 12/07A	EUR	991,100.00	3.15%
3,000,000	FRANCE BTAN 5.00 00-06 12/01A	EUR	3,069,600.00	9.75%
6,000,000	FRANCE OAT 5.25 98-08 25/04A	EUR	6,168,600.00	19.59%
3,000,000	FRANCE OAT 5.50 97-07 25/10A	EUR	3,132,900.00	9.95%
500,000	FRANCE OAT 5.50 98-29 25/04A	EUR	502,600.00	1.60%
3,000,000	FRENCH TREASURY NOTE 3.75 01-07 12/01A	EUR	2,917,800.00	9.27%
750,000	PEUGEOT 5.875 01-11 27/09A	EUR	743,250.00	2.36%
500,000	VIVENDI ENVIRONNEMENT 5.875 01-08 27/06A	EUR	504,650.00	1.60%
<i>Italy</i>			<i>773,850.00</i>	<i>2.46%</i>
750,000	ITALY 5.75 01-16 25/07A	EUR	773,850.00	2.46%
<i>Portugal</i>			<i>1,544,100.00</i>	<i>4.90%</i>
1,500,000	PORTUGAL 5.25 00-05 14/10A	EUR	1,544,100.00	4.90%
<i>The Netherlands</i>			<i>3,121,100.00</i>	<i>9.91%</i>
2,500,000	NEDERLAND 6.00 96-06 15/01A	EUR	2,647,500.00	8.41%
500,000	VODAFONE FINANCE BV 4.75 99-09 27/05A	EUR	473,600.00	1.50%
<i>United Kingdom</i>			<i>489,400.00</i>	<i>1.55%</i>
500,000	BANK OF SCOTLAND-EMTN-5.125 01-13 01/08S	EUR	489,400.00	1.55%
Other transferable securities			480,440.00	1.53%
<b>Bonds</b>			<b>480,440.00</b>	<b>1.53%</b>
<i>Ireland</i>			<i>480,440.00</i>	<i>1.53%</i>
400,000	ESAT TELECOM GROUP 11.875 99-09 01/11S	EUR	480,440.00	1.53%
<b>Total securities portfolio</b>			<b>30,240,109.20</b>	<b>96.04%</b>

**Nord Est Fund Obbligazionario Euro**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**  
*Expressed in EUR*

<b>Income</b>		<b>1,569,176.17</b>
Net interest on bonds		1,534,102.87
Bank interest on cash account		2,899.40
Bank interest on time deposits		32,173.90
<b>Expenses</b>		<b>552,617.34</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	387,495.27
Custodian & sub-custodian fees	Note 9	16,297.54
Taxe d'abonnement	Note 5	19,470.32
Administrative expenses		42,737.75
Domiciliation fees		2,167.61
Professional fees		4,993.92
Bank interest on overdrafts		2,816.09
Legal fees		2,329.18
Other expenses		71,452.70
<b>Net income from investments</b>		<b>1,016,558.83</b>
Net realised profit on sales of investment securities		710,440.34
Net realised profit on financial futures		146,083.70
Net realised loss on options		-29,370.00
Net realised profit on foreign exchange		0.10
<b>Net realised profit</b>		<b>1,843,712.97</b>
Movement in net unrealised appreciation / depreciation on futures		-60,850.00
Movement in net unrealised appreciation / depreciation on investments		-381,035.30
<b>Increase in net assets as a result of operations</b>		<b>1,401,827.67</b>
<b>Category I</b>		
Subscription capitalisation units		920,634.71
Redemption capitalisation units		-32,844.83
<b>Category R</b>		
Subscription capitalisation units		18,353,678.31
Redemption capitalisation units		-20,882,710.64
<b>Decrease in net assets</b>		<b>-239,414.78</b>
<b>Net assets at the beginning of the year</b>		<b>31,727,262.40</b>
<b>Net assets at the end of the year</b>		<b>31,487,847.62</b>

*Nord Est Fund*  
**Obbligazionario Paesi Emergenti**

# Nord Est Fund Obbligazionario Paesi Emergenti

## Financial Statements at 31/12/01

### Statement of net assets at 31/12/01

*Expressed in EUR*

<b>Assets</b>		<b>8,029,651.14</b>
Securities portfolio at market value	Note 2	7,183,343.05
<i>Cost price</i>		6,647,052.21
<i>Unrealised profit on the securities portfolio</i>		536,290.84
Cash at banks and liquidities		637,710.15
Interest receivable		198,661.03
Formation expenses	Note 4	7,936.91
Other assets		2,000.00
<b>Liabilities</b>		<b>247,648.29</b>
Unrealised loss on forward foreign exchange contracts	Note 7	211,824.15
Other liabilities		35,824.14
<b>Net asset value</b>		<b>7,782,002.85</b>

### Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	<b>Units outstanding at 01/01/01</b>	<b>Units issued</b>	<b>Units redeemed</b>	<b>Units outstanding at 31/12/01</b>
<b>Category I</b>				
Capitalisation units	0.000	60,705.270	4,003.000	56,702.270
<b>Category R</b>				
Capitalisation units	1,159,757.750	311,342.450	833,697.740	637,402.460

### Key figures relating to the last 3 years

	<i>Year ending at:</i>	<b>31/12/01</b>	<b>31/12/00</b>	<b>31/12/99</b>
Total Net Assets	EUR	7,782,002.85	12,422,127.67	-
<b>Category I</b>		EUR		
<b>Capitalisation units</b>				
Number of units		56,702.270	-	
Net asset value per unit	EUR	11.23		
<b>Category R</b>		EUR	EUR	
<b>Capitalisation units</b>				
Number of units		637,402.460	1,159,757.750	
Net asset value per unit	EUR	11.21	10.73	

# Nord Est Fund Obbligazionario Paesi Emergenti

## Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			7,053,307.87	90.64%
<b>Bonds</b>			<b>5,584,534.24</b>	<b>71.76%</b>
<i>Brazil</i>			<i>1,515,828.89</i>	<i>19.48%</i>
250,000	BRAZIL 11.00 00-40 17/08S	USD	215,108.36	2.76%
500,000	BRAZIL 14.50 99-09 15/10S	USD	599,682.29	7.71%
250,000	BRAZIL GLOBAL 11.625 99-04 15/04S	USD	289,714.06	3.72%
500,000	BRAZIL GLOBAL BOND 10.125 97-27 15/05S	USD	411,324.18	5.29%
<i>Colombia</i>			<i>282,253.49</i>	<i>3.63%</i>
250,000	COLOMBIA 11.75 00-20 25/02S	USD	282,253.49	3.63%
<i>Ecuador</i>			<i>209,917.17</i>	<i>2.70%</i>
250,000	ECUADOR REG-S 12.00 00-12 15/11S	USD	209,917.17	2.70%
<i>Mexico</i>			<i>1,620,900.95</i>	<i>20.83%</i>
500,000	MEXICAN STATES 9.875 97-07 15/01A	USD	643,197.55	8.27%
250,000	MEXICAN STATES 10.375 99-09 17/02S	USD	323,130.60	4.15%
250,000	MEXICAN STATES 11.50 96-26 15/05S	USD	361,681.61	4.65%
250,000	MEXICO 8.375 01-11 14/01S	USD	292,891.19	3.76%
<i>Panama</i>			<i>289,345.29</i>	<i>3.72%</i>
250,000	PANAMA (REP.OF) 9.625 01-11 08/02S	USD	289,345.29	3.72%
<i>Philippines</i>			<i>279,416.77</i>	<i>3.59%</i>
250,000	PHILIPPINES 10.625 00-25 16/03S	USD	279,416.77	3.59%
<i>Russia</i>			<i>1,073,173.16</i>	<i>13.79%</i>
1,250,000	RUSSIA REG-S STEP UP 5.00 00-30 31/03S	USD	824,421.31	10.59%
250,000	RUSSIA REG.NOTES 8.25 00-10 31/03S	USD	248,751.85	3.20%
<i>South Africa</i>			<i>62,379.44</i>	<i>0.80%</i>
50,000	SOUTH AFRICA 9.125 99-09 19/05S	USD	62,379.44	0.80%
<i>Ukraine</i>			<i>251,319.08</i>	<i>3.23%</i>
250,000	UKRAINIAN REG S 11.00 00-07 15/03Q	USD	251,319.08	3.23%
<b>Floating rate bonds</b>			<b>1,467,633.61</b>	<b>18.86%</b>
<i>Brazil</i>			<i>203,874.96</i>	<i>2.62%</i>
250,000	BRAZIL DISCOUNT Z FL.R 94-24 15/04S	USD	203,874.96	2.62%
<i>Ecuador</i>			<i>413,763.76</i>	<i>5.32%</i>
750,000	ECUADOR STEP-UP REG-S FL.R 00-30 15/08S	USD	413,763.76	5.32%
<i>Nigeria</i>			<i>188,641.78</i>	<i>2.42%</i>
250,000	CENTRAL BK NIGERIA STEPUP 92-20 15/11S	USD	188,641.78	2.42%
<i>Peru</i>			<i>218,625.89</i>	<i>2.81%</i>
250,000	PERU STEPUP FL.R 97-17 07/03S	USD	218,625.89	2.81%
<i>Poland</i>			<i>207,080.45</i>	<i>2.66%</i>
250,000	POLAND PAR BONDS STEPUP 94-24 27/10S	USD	207,080.45	2.66%
<i>Venezuela</i>			<i>235,646.77</i>	<i>3.03%</i>
500,000	VENEZUELA (DEBT DL) FL.R 90-07 18/12S	USD	235,646.77	3.03%
<b>Options, Warrants, Rights</b>			<b>1,140.02</b>	<b>0.01%</b>
<i>Mexico</i>			<i>1,134.35</i>	<i>0.01%</i>
769,000	MEXICO VALUE RECOV.RIGHTS -A- 30.06.03	USD	1,134.35	0.01%
<i>Nigeria</i>			<i>5.67</i>	<i>0.00%</i>
500	CENTRAL BK NIGERIA PMT.ADJ. 15.11.20 WAR	USD	5.67	0.00%
Transferable securities dealt in on another regulated market			130,035.18	1.67%
<b>Floating rate bonds</b>			<b>130,035.18</b>	<b>1.67%</b>
<i>Ivory Coast</i>			<i>130,035.18</i>	<i>1.67%</i>
250,000	COTE D IVOIRE 2.00 98-18 31/03S	USD	43,969.14	0.57%
500,000	COTE D IVOIRE (FLAT TR) 2.00 98-18 31/03S	USD	86,066.04	1.11%
<b>Total securities portfolio</b>			<b>7,183,343.05</b>	<b>92.31%</b>

**Nord Est Fund Obbligazionario Paesi Emergenti**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**

*Expressed in EUR*

<b>Income</b>		<b>1,018,222.36</b>
Net dividends		14,281.66
Net interest on bonds		972,066.82
Bank interest on cash account		31,873.88
<b>Expenses</b>		<b>275,634.60</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	186,917.42
Custodian & sub-custodian fees	Note 9	10,491.79
Taxe d'abonnement	Note 5	5,869.27
Administrative expenses		28,012.41
Domiciliation fees		1,645.57
Professional fees		1,232.60
Bank interest on overdrafts		6,840.34
Legal fees		879.88
Other expenses		30,888.36
<b>Net income from investments</b>		<b>742,587.76</b>
Net realised loss on sales of investment securities		-895,077.97
Net realised profit on options		1,769.16
Net realised profit on foreign exchange		29,243.49
Net realised profit on forward foreign exchange contracts		390,019.28
<b>Net realised profit</b>		<b>268,541.72</b>
Movement in net unrealised appreciation / depreciation on forward foreign exchange contracts		-1,144,326.26
Movement in net unrealised appreciation / depreciation on investments		1,320,703.83
<b>Increase in net assets as a result of operations</b>		<b>444,919.29</b>
<b>Category I</b>		
Subscription capitalisation units		32,490.00
Redemption capitalisation units		-44,523.51
<b>Category R</b>		
Subscription capitalisation units		3,544,022.87
Redemption capitalisation units		-8,617,033.47
<b>Decrease in net assets</b>		<b>-4,640,124.82</b>
<b>Net assets at the beginning of the year</b>		<b>12,422,127.67</b>
<b>Net assets at the end of the year</b>		<b>7,782,002.85</b>

*Nord Est Fund*  
**Breve Termine Euro**

Nord Est Fund Breve Termine Euro

**Financial Statements at 31/12/01**

Statement of net assets at 31/12/01

*Expressed in EUR*

<b>Assets</b>		<b>17,511,172.75</b>
Securities portfolio at market value	Note 2	14,329,790.00
<i>Cost price</i>		14,355,461.22
<i>Unrealised loss on the securities portfolio</i>		-25,671.22
Cash at banks and liquidities		786,476.75
Term Deposits		2,000,000.00
Interest receivable		326,934.41
Formation expenses	Note 4	7,936.91
Other assets		60,034.68
<b>Liabilities</b>		<b>31,135.22</b>
Unrealised net depreciation on financial futures	Note 8	1,387.50
Other liabilities		29,747.72
<b>Net asset value</b>		<b>17,480,037.53</b>

Changes in the Number of Units Outstanding from 01/01/01 to 31/12/01

	<b>Units outstanding at 01/01/01</b>	<b>Units issued</b>	<b>Units redeemed</b>	<b>Units outstanding at 31/12/01</b>
<b>Category I</b>				
Capitalisation units	0.000	77,836.820	1,000.000	76,836.820
<b>Category R</b>				
Capitalisation units	1,908,112.500	871,177.300	1,200,470.100	1,578,819.700

Key figures relating to the last 3 years

	<i>Year ending at:</i>	<b>31/12/01</b>	<b>31/12/00</b>	<b>31/12/99</b>
Total Net Assets	EUR	17,480,037.53	19,515,435.82	-
<b>Category I</b>		EUR		
<b>Capitalisation units</b>				
Number of units		76,836.820	-	
Net asset value per unit	EUR	10.56		
<b>Category R</b>		EUR	EUR	
<b>Capitalisation units</b>				
Number of units		1,578,819.700	1,908,112.500	
Net asset value per unit	EUR	10.56	10.23	



Nord Est Fund Breve Termine Euro  
Securities portfolio at 31/12/01

*Expressed in EUR*

Quantity	Denomination	Quotation currency	Market value	% of net assets
Transferable securities admitted to an official stock exchange listing			11,319,740.00	64.76%
<b>Bonds</b>			<b>9,021,150.00</b>	<b>51.61%</b>
<i>Germany</i>			<i>5,522,900.00</i>	<i>31.60%</i>
2,000,000	BRD -123- 4.50 97-02 17/05A	EUR	2,008,600.00	11.49%
2,000,000	DEUTSCHE HYPOBK 1083 6.00 96-02 22/03A	EUR	2,009,800.00	11.50%
1,500,000	LANDWIRT.RENTEN.-S211-4.00 99-02 19/08A	EUR	1,504,500.00	8.61%
<i>The Netherlands</i>			<i>3,498,250.00</i>	<i>20.01%</i>
3,500,000	NEDERLAND 3.00 99-02 15/02A	EUR	3,498,250.00	20.01%
<b>Floating rate bonds</b>			<b>2,298,590.00</b>	<b>13.15%</b>
<i>Germany</i>			<i>1,798,740.00</i>	<i>10.29%</i>
1,800,000	DEUTSCHE HYPOBK 278 FL.R 98-03 17/03Q	EUR	1,798,740.00	10.29%
<i>The Netherlands</i>			<i>499,850.00</i>	<i>2.86%</i>
500,000	ROYAL PHILIPS FL.R 01-04 30/07S	EUR	499,850.00	2.86%
Transferable securities dealt in on another regulated market			3,010,050.00	17.22%
<b>Bonds</b>			<b>1,002,600.00</b>	<b>5.74%</b>
<i>France</i>			<i>1,002,600.00</i>	<i>5.74%</i>
1,000,000	FRANCE BTAN 4.75 97-02 12/03A	EUR	1,002,600.00	5.74%
<b>Floating rate bonds</b>			<b>2,007,450.00</b>	<b>11.48%</b>
<i>Greece</i>			<i>1,022,000.00</i>	<i>5.85%</i>
1,000,000	GREECE FL.R 95-02 27/12A	EUR	1,022,000.00	5.85%
<i>The Netherlands</i>			<i>985,450.00</i>	<i>5.64%</i>
500,000	GMAC INTL FIN FL.R 01-03 13/08Q	EUR	490,250.00	2.80%
500,000	KPN FL.R 00-02 13/06Q	EUR	495,200.00	2.83%
<b>Total securities portfolio</b>			<b>14,329,790.00</b>	<b>81.98%</b>

**Nord Est Fund Breve Termine Euro**  
**Statement of Operations and Changes in Net Assets from 01/01/01 to 31/12/01**  
*Expressed in EUR*

<b>Income</b>		<b>872,784.44</b>
Net interest on bonds		630,301.10
Bank interest on cash account		12,074.67
Bank interest on time deposits		63,405.15
Other Interest		167,003.52
<b>Expenses</b>		<b>280,515.17</b>
Amortisation of formation expenses	Note 4	2,856.96
Management & advisory fees	Note 6	169,161.17
Custodian & sub-custodian fees	Note 9	9,544.23
Taxe d'abonnement	Note 5	1,897.59
Administrative expenses		33,283.12
Domiciliation fees		663.75
Professional fees		2,793.09
Legal fees		1,338.67
Other expenses		58,976.59
<b>Net income from investments</b>		<b>592,269.27</b>
Net realised loss on sales of investment securities		-42,146.79
Net realised profit on financial futures		6,078.00
Net realised profit on foreign exchange		0.02
Net realised profit on forward foreign exchange contracts		10,759.00
<b>Net realised profit</b>		<b>566,959.50</b>
Movement in net unrealised appreciation / depreciation on futures		-1,387.50
Movement in net unrealised appreciation / depreciation on investments		37,148.91
<b>Increase in net assets as a result of operations</b>		<b>602,720.91</b>
<b>Category I</b>		
Subscription capitalisation units		51,570.00
Redemption capitalisation units		-10,520.00
<b>Category R</b>		
Subscription capitalisation units		10,056,757.53
Redemption capitalisation units		-12,735,926.73
<b>Decrease in net assets</b>		<b>-2,035,398.29</b>
<b>Net assets at the beginning of the year</b>		<b>19,515,435.82</b>
<b>Net assets at the end of the year</b>		<b>17,480,037.53</b>

*Nord Est Fund*  
**Notes to the financial statements**

# Nord Est Fund

## Notes to the financial statements as at December 31, 2001

### 1. ORGANISATION

NORD EST FUND (the "Fund") is unit trust, qualifying as a "Fonds Commun de Placement" incorporated on October 8, 1999 under part I of the Luxembourg law of March 30, 1988 on undertakings for collective investment. The Fund is managed by the Management Company. The Management Company (NORD EST ASSET MANAGEMENT S.A.) is registered at the Luxembourg Register of Commerce under the number B 69 705 and is established at Luxembourg L-2520, 39 Allée Scheffer. The Fund has an umbrella structure. As of December 31, 2001, seven sub-funds were available to the investors:

<u>Sub-funds name</u>	<u>Currency</u>	<u>Launch date</u>
<b>EQUITY PORTFOLIOS</b>		
Nord Est Fund – Azionario Globale	EUR	October 11,1999
Nord Est Fund – Azionario Euro	EUR	October 11,1999
Nord Est Fund – Azionario Paesi Emergenti	EUR	October 11,1999
<b>BOND PORTFOLIOS</b>		
Nord Est Fund – Obbligazionario Globale	EUR	October 11,1999
Nord Est Fund – Obbligazionario Euro	EUR	October 11,1999
Nord Est Fund – Obbligazionario Paesi Emergenti	EUR	October 11,1999
<b>RESERVE PORTFOLIOS</b>		
Nord Est Fund – Breve Termine Euro	EUR	October 11,1999

Notice is hereby given to the shareholders of NORD EST FUND that the board of directors of the Company has decided, according to the February 19<sup>th</sup> 2001 Board's circular decision, to issue in all of these sub-funds 2 Categories of Units, which entered into effect on November 5, 2001, as defined in the Section "Units" of the Prospectus :

- Category R
- Category I

Category R will be available for any kind of investors.

Category I will be available for institutional investors (the "Institutional Investors"). Institutional Investors shall answer to the following definition: they are insurance companies, investment and advisers companies, credit institutions or any other professional of the financial sector acting on behalf of their customers even acting on behalf of their private customers (in this last case private customers may not claim directly against the Fund, but only against the relevant professional of the financial sector); undertakings for collective investment; any local authorities; any holding companies when justifying of a structure and of real activity different from the activity of its shareholders, finally when holding important interests; finally any holding companies qualified as "family holding" if they justify that a family owns, via this holding, important financial interests.

As of December 31, 2001, only Accumulations Units were issued for each category of Units.

The investment policy of the Fund is to invest in a diversified range of transferable securities, conforming to the investment policy of each particular sub-fund, with the objective of long term capital growth.

## Notes to the financial statements as at December 31, 2001

### 2. SUMMARY OF SIGNIFICANT ACCOUNTING PRINCIPLES

The Fund maintains the books and records of each individual sub-fund in its respective currency and prepares combined statements in EUR. The financial statements have been prepared using accounting principles generally accepted for such funds in Luxembourg including the following significant accounting policies:

#### **a) Foreign Currency Translation**

Assets and liabilities stated in currencies other than the reporting currency of the respective sub-fund have been translated at the exchange rates prevailing in Luxembourg at the balance sheet date. Income and expenses not denominated in the reporting currency of the respective sub-fund have been translated at the rate prevailing at the date of the transaction.

For preparation of the combined financial statements in EUR, the statements of each sub-fund denominated in currencies other than the EUR have been translated at the exchange rates prevailing at year-end.

As at December 31, 2001 the following significant exchange rates were used:

1	AUD	=	0.5787037	EUR	1	JPY	=	0.0087000	EUR
1	ARS	=	1.1323746	EUR	1	KTL	=	0.0007848	EUR
1	BRL	=	0.4890894	EUR	1	MXN	=	0.1242812	EUR
1	CAD	=	0.7103786	EUR	1	MYR	=	0.2973000	EUR
1	CHF	=	0.6743543	EUR	1	NZD	=	0.4713646	EUR
1	CZK	=	0.0312872	EUR	1	PHP	=	0.0220413	EUR
1	DKK	=	0.1344719	EUR	1	PLN	=	0.2860985	EUR
1	EGP	=	0.2482905	EUR	1	SEK	=	0.1075130	EUR
1	GBP	=	1.6433854	EUR	1	SGD	=	0.6140997	EUR
1	HKD	=	0.1455000	EUR	1	THB	=	0.0256775	EUR
1	HUF	=	0.0040786	EUR	1	USD	=	1.1347000	EUR
1	IDR	=	0.0001091	EUR	1	ZAR	=	0.0952718	EUR
1	ILS	=	0.2582378	EUR					

#### **b) Realised Profit and Loss on Securities**

The profit and loss realised on sale of investments are determined on the basis of the average cost of securities sold. Costs include purchase price and commission.

#### **c) Forward Currency Contracts**

The Fund is authorised to enter into forward exchange contracts for the sale of a specific currency at a fixed price on future date as a hedge or cross-hedge against either specific transactions or portfolio positions. All commitments are valued on the basis of forward exchange rates prevailing at the relevant valuation date for the remaining period to maturity and unrealised profits or losses are recorded in the financial statements. Realised profits or losses are recorded at the time the forward contracts are offset by entry into a closing transaction or extinguished by delivery of the currency.

#### **d) Dividend and Interest Income**

Dividend income is recorded as of the ex-dividend date and net of withholding tax. Interest income is recorded on an accrual basis and net of withholding tax.

## Notes to the financial statements as at December 31, 2001

### **e) Portfolio valuation**

The value of any transferable securities which are listed on a Stock Exchange or dealt on a regulated market shall be determined according to their last available price.

In the event that any transferable securities held by the Fund at the valuation day are neither quoted on a Stock Exchange nor dealt in on another regulated market, the valuation shall be based on the expected sales price, estimated prudently and in good faith by the Board of Directors of the Management Company.

Money market instruments and fixed interest securities with a maturity of less than 60 days may be valued on the basis of their discounted cost. This method consists of taking into account a fixed daily discount to arrive at the redemption price on the maturity date.

### **3. DETERMINATION OF THE NET ASSET VALUE OF UNITS**

The Net Asset Value per Unit shall be expressed in the Reference Currency of each sub-fund and shall be calculated by dividing the Net Asset Value of the Fund attributable to each sub-fund which is equal to (i) the value of the assets of the Fund attributable to such sub-fund and the income thereon, less (ii) the liabilities of the Fund attributable to such sub-fund and any provisions deemed prudent or necessary, by the total number of Units outstanding in such sub-fund on the relevant Valuation Day.

### **4. FORMATION COSTS**

Formation costs are amortised on a straight line basis over a five year period in those sub-funds which were created at the incorporation of the Fund. Costs related to the establishment of new sub-funds are charged to the statement of operations when incurred.

### **5. TAXATION**

Under legislation and regulations currently prevailing in Luxembourg, the Fund is subject to a subscription tax on its net assets at an annual rate of 0.06 %, calculated and payable quarterly on the basis of the value of the net assets of the Fund at the end of the relevant quarter. However, the value of investments in other undertaking for collective investment already subject to Luxembourg subscription tax, is not subject to the 0.06 % tax. Since January 1<sup>st</sup> 2001, this rate has been reduced at 0.05%.

The sub-fund Breve Termine Euro will benefit from a reduced Luxembourg subscription tax at a yearly rate of 0.01% calculated on the Net Asset Value as detailed under the chapter " Luxembourg tax consideration" of the prospectus.

From November 5, 2001, the Category I of each sub-fund, available for Institutional Investors, is subject to the reduced subscription tax at a yearly rate of 0.01%.

### **6. MANAGEMENT FEES**

The Fund is managed by Nord Est Asset Management SA (the "Management Company"), a company incorporated under the laws of Luxembourg and having its registered office in Luxembourg.

Moreover, under the terms of the prospectus of the Fund, the Management Company has appointed non related investment managers for each sub-fund. The investment managers are entitled to an annual fee payable monthly by the Management Company, based on the monthly average total net assets of each sub-fund and related to each category.

# Nord Est Fund

## Notes to the financial statements as at December 31, 2001

Before November 5, 2001 (date of the creation of the I and R category), the annual rates applicable were as follows:

<b>NORD EST FUND</b>	<b>Management fees</b>
Nord Est Fund – Azionario Globale	1.90%
Nord Est Fund – Obbligazionario Globale	1.40%
Nord Est Fund – Azionario Euro	1.70%
Nord Est Fund – Azionario Paesi Emergenti	1.95%
Nord Est Fund – Obbligazionario Euro	1.20%
Nord Est Fund – Obbligazionario Paesi Emergenti	1.80%
Nord Est Fund – Breve Termine Euro	0,90%

As of December 31, 2001, the maximal annual rates applicable are as follows:

<b>NORD EST FUND</b>	<b>Management fees</b>	
	Category R	Category I
Nord Est Fund – Azionario Globale	1.90%	0.65%
Nord Est Fund – Obbligazionario Globale	1.40%	0.45%
Nord Est Fund – Azionario Euro	1.70%	0.55%
Nord Est Fund – Azionario Paesi Emergenti	2.10%	0.70%
Nord Est Fund – Obbligazionario Euro	1.20%	0.45%
Nord Est Fund – Obbligazionario Paesi Emergenti	1.80%	0.65%
Nord Est Fund – Breve Termine Euro	0,90%	0.35%

## 7. FOREIGN EXCHANGE CONTRACTS

All commitments are valued on the basis of the forward exchange rates prevailing at the relevant situation date for the remaining period to maturity, the following contracts were outstanding at December 31, 2001 :

### Nord Est Fund-Obbligazionario Paesi Emergenti :

		<u>Amount</u>	<u>Maturity</u>	<u>Unrealised profit/ loss (EUR)</u>
Purchase	EUR	7,394,044.76	25/02/02	(189,850.94)
Sale	USD	6,669,428.37		
Purchase	EUR	260,387.81	25/02/02	(6,833.82)
Sale	USD	235,000.00		
Purchase	USD	167,595.43	25/02/02	3,101.44
Sale	EUR	187,466.92		
Purchase	EUR	172,610.04	25/02/02	(1,566.32)
Sale	USD	153,174.15		
Purchase	USD	197,670.82	25/02/02	5,614.86
Sale	EUR	219,147.25		
Purchase	USD	249,300.77	25/02/02	6,775.31
Sale	EUR	276,693.42		
Purchase	EUR	187,211.92	25/02/02	(5,232.66)
Sale	USD	169,239.58		
Purchase	USD	91,000.00	25/02/02	1,410.58
Sale	EUR	102,063.71		
Purchase	EUR	619,843.92	25/02/02	(12,391.07)
Sale	USD	556,000.00		

# Nord Est Fund

## Notes to the financial statements as at December 31, 2001

### Nord Est Fund-Obbligazionario Paesi Emergenti (cont'd):

		<u>Amount</u>	<u>Maturity</u>	<u>Unrealised profit/ loss (EUR)</u>
Purchase	EUR	282,523.73	25/02/02	(5,165.93)
Sale	USD	253,000.00		
Purchase	USD	73,491.32	25/02/02	898.64
Sale	EUR	82,667.40		
Purchase	USD	503,185.86	25/02/02	(2,228.98)
Sale	EUR	574,413.08		
Purchase	USD	543,645.73	25/02/02	406.68
Sale	EUR	617,779.24		
Purchase	EUR	148,969.44	25/02/02	7.60
Sale	USD	131,000.00		
Purchase	EUR	223,463.69	25/02/02	(3,958.97)
Sale	USD	200,000.00		
Purchase	EUR	822,699.65	25/02/02	(22,994.80)
Sale	USD	743,720.48		
Purchase	USD	325,000.00	25/02/02	7,630.14
Sale	EUR	361,915.37		
Purchase	USD	203,086.11	25/02/02	5,519.33
Sale	EUR	225,400.79		
Purchase	USD	284,653.57	25/02/02	7,034.76
Sale	EUR	316,633.56		
			<b>TOTAL</b>	<b>(211,824.15)</b>

### 8. OPEN POSITIONS ON FUTURE CONTRACTS

As at December 31, 2001, the sub-fund Nord Est Fund-Obbligazionario Euro has the following open positions:

<u>Number of contracts Buy/(Sell)</u>	<u>Description</u>	<u>Currency</u>	<u>Commitment</u>	<u>Unrealised Profit/(loss) (USD)</u>
15	EURX EURO BUND MAR 02	EUR	1,601,850.00	(55,950.00)
10	EURX EURO BOBL MAR 02	EUR	1,063,100.00	(4,900.00)
			<b>TOTAL</b>	<b>(60,850.00)</b>

As at December 31, 2001, the sub-fund Nord Est Fund-Breve Termine Euro has the following open positions:

<u>Number of contracts Buy/(Sell)</u>	<u>Description</u>	<u>Currency</u>	<u>Commitment</u>	<u>Unrealised Profit/(loss) (USD)</u>
3	3 MONTHS EURIBOR 03/02	EUR	726,412.50	300.00
3	3 MONTHS EURIBOR 03/02	EUR	726,412.50	(1,875.00)
3	3 MONTHS EURIBOR 03/02	EUR	726,412.50	187.50
			<b>TOTAL</b>	<b>(1,387.50)</b>



# Nord Est Fund

## Notes to the financial statements as at December 31, 2001

As at December 31, 2001, the sub-fund Nord Est Fund-Azionario Globale has the following open positions:

<u>Number of</u> <u>contracts</u> <u>Buy/(Sell)</u>	<u>Description</u>	<u>Currency</u>	<u>Commitment</u>	<u>Unrealised Profit/(loss)</u> <u>(EUR)</u>
22	DJ EURO STOXX 50	EUR	843,040.00	48,400.00
4	TOKYO STOXX PRICE TSP MARS2001	JPY	40,880,000.00	(10,543.97)
1	CME S&P 500 INDEX	USD	289,825.00	7,304.55
1	CME S&P 500	USD	579,650.00	14,921.14
			TOTAL	60,081.72

### 9. CUSTODIAN BANK FEES

CREDIT AGRICOLE INDOSUEZ LUXEMBOURG S.A. was appointed custodian bank under the terms of an agreement dated 28th September 1999.

CREDIT AGRICOLE INDOSUEZ LUXEMBOURG S.A. ("the Custodian Bank") is, in consideration for its services, entitled to receive a fee, payable monthly and based on the average net assets of the sub-funds during the relevant month. The fee is based on usual rates in Luxembourg.

### 10. SUBSEQUENT EVENTS

Two new sub-funds have been launched in January 2002.

Nord Est Fund-European Convertible Bonds (initial subscription form January 14, 2002 to January 18, 2002)

Nord Est Fund-Euro Corporate Bonds (initial subscription form January 14, 2002 to January 18, 2002)

As described in Note 1, for both sub-funds, R and I classes of units are available.

Management fees, as described in Note 6 are the following:

	Category I	Category R
Nord Est-European Convertible Bonds	0.60%	1.90%
Nord Est-Euro Corporate Bonds	0.50%	1.70%