

# Pioneer Funds – Euro Bond

## December 2011

Class A USD Non-Distributing

Morningstar Rating™ ★★★

Investment Grade Bond

## A Portfolio of High-Quality Bonds

European government bonds without currency risk

- Focus on high-quality European government bonds with the flexibility to invest in highly-rated corporate bonds.
- Based on interest rate expectations, the Portfolio Manager can select securities with a longer or shorter duration.
- The Portfolio mainly invests in euro denominated bonds to avoid any currency risk for euro investors.
- The Portfolio relies on a structured investment process based on fundamental and quantitative analysis.

Adds value with a number of performance drivers

- Relative duration management.
- Yield curve positioning.
- Highly-rated spread products.
- Currency exposure.

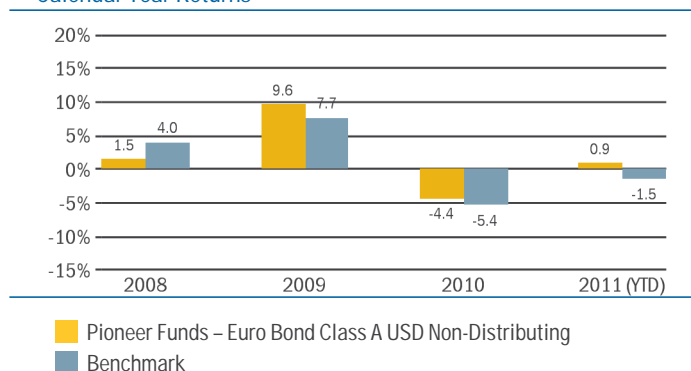
### Portfolio Details

End Month Nav	\$10.24
Fund Size (Mil)	\$1,843.8
Fund Inception	27/06/2000
First Nav Date (A Class)	02/05/2002
ISIN Number	LU0132182428
Bloomberg Code	PIOEBAD LX
Cusip	L7599W298
Benchmark	JPM EMU Govt Bond

### Risk Analysis (3 Years)

Standard Deviation	14.13 %
Sharpe Ratio	0.16
Alpha	2.91 %
Beta	0.8571
Relative Information Ratio	1.60
Tracking Error	1.78 %

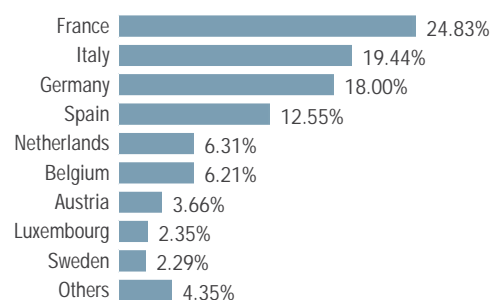
### Calendar Year Returns



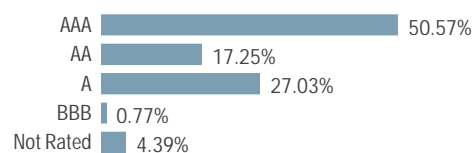
### Top 10 Holdings

Issuer	Coupon %	Maturity	%
Italy Buoni Poliennali Del Tesoro	3.50	01/06/2014	3.9
France Government Bond OAT	4.25	25/10/2017	3.1
Bundesrepublik Deutschland	4.00	04/07/2016	3.1
Bundesrepublik Deutschland	3.75	04/01/2017	3.0
Spain Government Bond	4.20	30/07/2013	2.7
Spain Government Bond	2.30	30/04/2013	2.6
Windermere CMBS PLC	1.84	10/07/2017	2.1
Italy Buoni Poliennali Del Tesoro	5.00	01/03/2022	2.0
France Government Bond OAT	4.00	25/04/2014	2.0
Belgium Government Bond	3.50	28/03/2015	2.0

### Country Breakdown



### Credit Rating



This Sub-Fund uses derivatives.  
The derivative exposure is not reflected in this document.

# About The Investment Team

Pioneer Funds – Euro Bond is co-managed by Tanguy Le Saout and Cosimo Marasciulo. Tanguy is Head of European Fixed Income Portfolio Management and European Fixed Income Research, and has been specialising in Fixed Income and Total Return products since joining Pioneer Investments in 1999. Tanguy is an Engineering graduate in Applied Mathematics from INSA Rouen France. He also has a Masters degree in Finance from ESSEC Paris, France. Cosimo is Head of Government Bonds, Dublin and has been specialising in Fixed Income products since joining the firm in 2000. He is an Engineering graduate of Politecnico di Milano and has completed post-graduate studies in Fixed Income Portfolio Management at Bocconi University.

## Investment Process

### Step 1 - Idea Generation

- Top-down economic and market research provides a strategic direction for the Portfolio.
- Factor analysis and study of the economic cycle.
- Analysis of the monetary and fiscal policies of the issuing countries.
- Analysis of the interest rate curve.

### Step 2 - Fundamental Research

- Bottom-up research enables us to uncover potentially unique investment opportunities in the credit universe.
- The Quantitative team produces continuous valuations of the economic scenario and of corporate bond issues.
- The Research team analyses each government bond issue.

### Step 3 - Security Selection

- The Portfolio Manager selects the government bonds according to their relative value based on:
  - attractiveness of the country
  - liquidity
  - long-term fundamentals.
- The corporate bond selection is based on a bottom-up analysis of each issuer.

### Step 4 - Portfolio Construction

- Core government bond Portfolio with solid long-term track record.
- Long Portfolio duration (around 6 years) versus the benchmark.
- We actively manage portfolios within the context of a strict risk control framework.

## Notes

Risk Measures, except Standard Deviation and Sharpe Ratio, are based on Class E Units, which are only offered for public sale in Italy. Standard Deviation and Sharpe Ratio: Morningstar.

Morningstar Ratings: Copyright © 2011 Morningstar UK Limited. All Rights Reserved. The information contained herein: (1) may not be copied or distributed; and (2) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information.

Performance data provided refers to Class A units only, and is based upon NAV net of fees. For details of other unit Classes available, please refer to the prospectus.

Performance figures are in USD and have been converted from the Sub-Fund's base currency, the euro.

## Disclaimer

**This information is not for distribution and does not constitute an offer to sell or the solicitation of any offer to buy any securities or services in the United States or in any of its territories or possessions subject to its jurisdiction to or for the benefit of any United States person (being residents and citizens of the United States or partnerships or corporations organized under United States laws). The Fund has not been registered in the United States under the Investment Company Act of 1940 and units of the Fund are not registered in the United States under the Securities Act of 1933. This document is not intended for and no reliance can be placed on this document by retail clients, to whom the document should not be provided.**

Unless otherwise stated all information contained in this document is from Pioneer Investments and is as at 30/12/2011. Pioneer Funds – Euro Bond is a sub-fund (the "Sub-Fund") of Pioneer Funds (the "Fund"), a fonds commun de placement with several separate sub-funds established under the laws of the Grand Duchy of Luxembourg. Past performance does not guarantee and is not indicative of future results. Unless otherwise stated, all views expressed are those of Pioneer Investments. These views are subject to change at any time based on market and other conditions and there can be no assurances that countries, markets or sectors will perform as expected. Investments involve certain risks, including political and currency risks. Investment return and principal value may go down as well as up and could result in the loss of all capital invested. More recent returns may be different than those shown. Please contact your sales representative for more current performance results. This material is not a prospectus and does not constitute an offer to buy or a solicitation to sell any units of the Fund or any services, by or to anyone in any jurisdiction in which such offer or solicitation would be unlawful or in which the person making such offer or solicitation is not qualified to do so or to anyone to whom it is unlawful to make such offer or solicitation. For additional information on the Fund, a free prospectus should be requested from Pioneer Global Investments Limited ("PGIL"), 1 George's Quay Plaza, George's Quay, Dublin 2, Ireland. Call +353 1 480 2000 Fax +353 1 449 5000. This content of this document is approved by PGIL. In the UK, it is directed at professional clients and not at retail clients and it is approved for distribution by Pioneer Global Investments Limited (London Branch), Portland House, 8th Floor, Bressenden Place, London SWE 5BH, authorised by the Central Bank of Ireland and regulated by the Financial Services Authority for the conduct of UK business. The Fund is an unregulated collective investment scheme under the UK Financial Services and Markets Act 2000 and therefore does not carry the protection provided by the UK regulatory system.

Pioneer Funds Distributor, Inc., 60 State Street, Boston, MA 02109 ("PFD"), a U.S.-registered broker-dealer, provides marketing services in connection with the distribution of Pioneer Investments' products. PFD markets these products to financial intermediaries, both within and outside of the U.S. (in jurisdictions where permitted to do so) for sale to clients who are not United States persons. Pioneer Investments is a trading name of the Pioneer Global Asset Management S.p.A. group of companies. For Broker/Dealer use only and not to be distributed to the Public. Date of First Use 06/02/2012.