

Exhibit 14

A.R.T. - ABSOLUTE RETURN TARGET FUND

Société d'Investissement à Capital Variable

**ABBREVIATED UNAUDITED SEMI-ANNUAL REPORT
PERIOD FROM DECEMBER 27, 2000
(COMMENCEMENT OF OPERATIONS)
TO JUNE 30, 2001**

Subscriptions cannot be received on the basis of financial reports. Subscriptions are valid only if made on the basis of the current prospectus, supplemented by the last annual report and the most recent semi-annual report if published thereafter.

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DIRECTORS AND ADMINISTRATION

BOARD OF DIRECTORS

CHAIRMAN

Mr Luc Estenne
Director of Partners Advisers S.A.
Geneva, Switzerland

DIRECTORS

Mr Hugues Janssens van der Maelen
Director of Trendtrust S.A.
Geneva, Switzerland

Mr Andrea Manghi
Director of Trendtrust S.A.
Geneva, Switzerland

Mr Xavier Delattre (until January 22, 2001)
Senior Vice-President of Banque Privée Edmond de Rothschild Luxembourg

Mr Peter H. Fletcher (from January 22, 2001)
Geneva, Switzerland

Mr Edward de Burlet
Senior Vice-President of Banque Privée Edmond de Rothschild Luxembourg

Mr Geoffroy Linard de Guertechin
Senior Vice-President of Banque Privée Edmond de Rothschild Luxembourg

Mr Benoît de Hults
Senior Vice-President of Banque Privée Edmond de Rothschild Luxembourg

Mr Serge Muller
First Vice-President of Banque Privée Edmond de Rothschild Luxembourg

Mr Guy Verhoustraeten
Senior Vice-President of Banque Privée Edmond de Rothschild Luxembourg

INVESTMENT ADVISER AND PRINCIPAL DISTRIBUTOR

TT PARTNERS LTD
The Huntlaw Building
75 Fort Street
P.O. Box 1350 George Town
Grand Cayman, Cayman Islands

CUSTODIAN BANK, REGISTRAR AND TRANSFER AGENT, DOMICILIARY, ADMINISTRATIVE, PAYING AND LISTING AGENT

Banque Privée Edmond de Rothschild Luxembourg
20, Boulevard Emmanuel Servais
L-2535 Luxembourg

AUDITORS

ARTHUR ANDERSEN
6 rue Jean Monnet
L-2180 Luxembourg

DIRECTORS AND ADMINISTRATION (continued)

REGISTERED OFFICE

Banque Privée Edmond de Rothschild Luxembourg
20, Boulevard Emmanuel Servais
L-2535 Luxembourg

CO-SPONSORS

PARTNERS ADVISERS S.A.
12 rue François Bonivard
CH-1201 GENEVA

TRENDTRUST S.A.
3 rue du Mont-Blanc
CH-1201 GENEVA

INFORMATION TO THE SHAREHOLDERS

Notices concerning the Fund are published in newspapers designated by the Board of Directors and, if prescribed by law, are published in the Mémorial, the official gazette of Luxembourg, and are lodged with the Registrar of the Luxembourg District Court.

The current Articles of Incorporation of the Fund are lodged with the Registrar of the Luxembourg District Court, from whom copies may be obtained.

The issue price and the redemption price of the Fund shares are made public at the Registered Office of the Fund, where annual and semi-annual reports may be obtained.

The shares of the Sub-Funds are listed on the Luxembourg Stock Exchange.

NET ASSET VALUE PER SHARE

The Net Asset Value per share of ABSOLUTE RETURN TARGET FUND (the “Fund”) is dated at the last calendar day of each month (“Valuation Date”) (i.e. apart from the legal or bank holidays, for which the Valuation Date is the preceding business day) under the responsibility of the Fund's Board of Directors. However, considering the delay for the reception of the NAVs of the target funds, the NAV of the Fund is calculated within 21 calendar days of the following month.

The valuation per share as at June 30, 2001 was:

USD	104,341.55	For the A.R.T. - ABSOLUTE RETURN TARGET FUND - Class A Sub-Fund
USD	105,557.72	For the A.R.T. - ABSOLUTE RETURN TARGET FUND - Class B Sub-Fund
USD	103,064.94	For the A.R.T. - ABSOLUTE RETURN TARGET FUND - Class C Sub-Fund

COMBINED STATEMENT OF NET ASSETS

June 30, 2001
(in USD)

ASSETS

Portfolio:	(note 2)	
- Cost		52,171,283.44
- Net unrealised result		1,788,131.36
		53,959,414.80

Other assets:		
- Formation/reorganisation expenses, net	(note 2)	25,465.41
		53,984,880.21

LIABILITIES

Bank overdraft:		
- Cash at sight		3,051,774.46

Other liabilities:		
- Taxes and expenses payable		201,942.63
		3,253,717.09

NET ASSETS		50,731,163.12
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The notes are an integral part of these financial statements

COMBINED STATEMENT OF CHANGES IN NET ASSETS

Period from December 27, 2000 to June 30, 2001

(in USD)

INCOME

Bank interest, net	23,176.22
	23,176.22

EXPENSES

Fees:		
- Investment advisory fee	(note 4)	185,700.43
- Performance fee	(note 4)	1,032.00
- Custodian fee and safekeeping charges		67,635.01
Other expenses:		
- Annual tax	(note 5)	10,839.31
- Amortisation of formation/reorganisation expenses	(note 2)	2,863.00
- Audit and legal fees		15,669.06
- Printing and publishing fees		92.50
- Administration and other expenses		7,294.74
		291,126.05

NET RESULT ON INVESTMENTS	(267,949.83)
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Net realised result on:	
- Sales of investments	(note 2) 111,155.53

NET REALISED RESULT	(156,794.30)
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Change in net unrealised appreciation/(depreciation) on:	
- Investments	1,788,131.36

NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	1,631,337.06
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The notes are an integral part of these financial statements

STATEMENT OF NET ASSETS
June 30, 2001
(in USD)

ASSETS

Portfolio:	(note 2)	
- Cost		19,242,690.66
- Net unrealised result		742,263.86
		19,984,954.52

Other assets:		
- Formation/reorganisation expenses, net	(note 2)	12,981.93
		19,997,936.45

LIABILITIES

Bank overdraft:		
- Cash at sight		1,195,187.29

Other liabilities:		
- Taxes and expenses payable		36,137.48
		1,231,324.77

NET ASSETS		18,766,611.68
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Net asset value per share		104,341.55
Shares outstanding		179.85751

The notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS
Period from December 27, 2000 to June 30, 2001
(in USD)

NET ASSETS AT THE BEGINNING OF THE PERIOD	0.00
INCOME	
Bank interest, net	5,695.35
	5,695.35
EXPENSES	
Fees:	
- Custodian fee and safekeeping charges	30,716.53
Other expenses:	
- Annual tax (note 5)	3,263.04
- Amortisation of formation/reorganisation expenses (note 2)	1,460.00
- Audit and legal fees	5,223.02
- Administration and other expenses	3,559.08
	44,221.67
NET RESULT ON INVESTMENTS	(38,526.32)
Net realised result on:	
- Sales of investments (note 2)	40,799.39
NET REALISED RESULT	2,273.07
Change in net unrealised appreciation/(depreciation) on:	
- Investments	742,263.86
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	744,536.93
MOVEMENTS IN CAPITAL	
Subscriptions of shares	18,022,074.75
	18,022,074.75
NET ASSETS AT THE END OF THE PERIOD	18,766,611.68

The notes are an integral part of these financial statements

STATISTICAL INFORMATION
Period from December 27, 2000 to June 30, 2001

SHARES

Shares outstanding at the beginning of the period	0.00000
Subscriptions of shares	179.85751
Redemptions of shares	(0.00000)
Shares outstanding at the end of the period	179.85751

NET ASSET VALUE PER SHARE

USD

Highest	104,341.55 (06.30.01)
Lowest	100,000.00 (12.27.00)
At the end of the period	104,341.55

The notes are an integral part of these financial statements

**CHANGES IN THE NUMBER OF SHARES,
OF NET ASSETS AND
OF NET ASSET VALUE PER SHARE**

Date	Number of shares outstanding	Net assets (in USD)	Net asset value per share (in USD)
* 12.27.00	161.20000	16,120,000.00	100,000.00
06.30.01	179.85751	18,766,611.68	104,341.55
* first valuation			

The notes are an integral part of these financial statements

STATEMENT OF NET ASSETS

June 30, 2001

(in USD)

ASSETS

Portfolio:	(note 2)	
- Cost		16,887,279.70
- Net unrealised result		756,706.27
		17,643,985.97

Other assets:		
- Formation/reorganisation expenses, net	(note 2)	9,261.87
		17,653,247.84

LIABILITIES

Bank overdraft:		
- Cash at sight		1,195,435.83

Other liabilities:		
- Taxes and expenses payable		95,949.47
		1,291,385.30

NET ASSETS		16,361,862.54
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Net asset value per share		105,557.72
Shares outstanding		155.00394

The notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS
Period from December 27, 2000 to June 30, 2001
(in USD)

NET ASSETS AT THE BEGINNING OF THE PERIOD	0.00
INCOME	
Bank interest, net	11,937.21
	11,937.21
EXPENSES	
Fees:	
- Investment advisory fee (note 4)	119,313.63
- Custodian fee and safekeeping charges	23,767.80
Other expenses:	
- Annual tax (note 5)	4,544.84
- Amortisation of formation/reorganisation expenses (note 2)	1,041.00
- Audit and legal fees	5,223.02
- Printing and publishing fees	46.25
- Administration and other expenses	2,740.80
	156,677.34
NET RESULT ON INVESTMENTS	(144,740.13)
Net realised result on:	
- Sales of investments (note 2)	49,900.03
NET REALISED RESULT	(94,840.10)
Change in net unrealised appreciation/(depreciation) on:	
- Investments	756,706.27
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	661,866.17
MOVEMENTS IN CAPITAL	
Subscriptions of shares	15,699,996.37
	15,699,996.37
NET ASSETS AT THE END OF THE PERIOD	16,361,862.54

The notes are an integral part of these financial statements

STATISTICAL INFORMATION
Period from December 27, 2000 to June 30, 2001

SHARES

Shares outstanding at the beginning of the period	0.00000
Subscriptions of shares	155.00394
Redemptions of shares	(0.00000)
Shares outstanding at the end of the period	155.00394

NET ASSET VALUE PER SHARE

USD

Highest	105,991.27 (05.31.01)
Lowest	100,000.00 (12.27.00)
At the end of the period	105,557.72

The notes are an integral part of these financial statements

**CHANGES IN THE NUMBER OF SHARES,
OF NET ASSETS AND
OF NET ASSET VALUE PER SHARE**

Date	Number of shares outstanding	Net assets (in USD)	Net asset value per share (in USD)
* 12.27.00	115.00000	11,500,000.00	100,000.00
06.30.01	155.00394	16,361,862.54	105,557.72

* first valuation

The notes are an integral part of these financial statements

STATEMENT OF NET ASSETS

June 30, 2001

(in USD)

ASSETS

Portfolio:	(note 2)	
- Cost		16,041,313.08
- Net unrealised result		289,161.23
		16,330,474.31

Other assets:		
- Formation/reorganisation expenses, net	(note 2)	3,221.61
		16,333,695.92

LIABILITIES

Bank overdraft:		
- Cash at sight		661,151.34

Other liabilities:		
- Taxes and expenses payable		69,855.68
		731,007.02

NET ASSETS		15,602,688.90
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Net asset value per share		103,064.94
Shares outstanding		151.38697

The notes are an integral part of these financial statements

STATEMENT OF CHANGES IN NET ASSETS
Period from December 27, 2000 to June 30, 2001
(in USD)

NET ASSETS AT THE BEGINNING OF THE PERIOD	0.00
INCOME	
Bank interest, net	5,543.66
	5,543.66
EXPENSES	
Fees:	
- Investment advisory fee (note 4)	66,386.80
- Performance fee (note 4)	1,032.00
- Custodian fee and safekeeping charges	13,150.68
Other expenses:	
- Annual tax (note 5)	3,031.43
- Amortisation of formation/reorganisation expenses (note 2)	362.00
- Audit and legal fees	5,223.02
- Printing and publishing fees	46.25
- Administration and other expenses	994.86
	90,227.04
NET RESULT ON INVESTMENTS	(84,683.38)
Net realised result on:	
- Sales of investments (note 2)	20,456.11
NET REALISED RESULT	(64,227.27)
Change in net unrealised appreciation/(depreciation) on:	
- Investments	289,161.23
NET INCREASE/(DECREASE) IN NET ASSETS AS A RESULT OF OPERATIONS	224,933.96
MOVEMENTS IN CAPITAL	
Subscriptions of shares	15,377,754.94
	15,377,754.94
NET ASSETS AT THE END OF THE PERIOD	15,602,688.90

The notes are an integral part of these financial statements

STATISTICAL INFORMATION
Period from December 27, 2000 to June 30, 2001

SHARES

Shares outstanding at the beginning of the period	0.00000
Subscriptions of shares	151.38697
Redemptions of shares	(0.00000)
Shares outstanding at the end of the period	151.38697

NET ASSET VALUE PER SHARE

USD

Highest	103,064.94 (06.30.01)
Lowest	99,964.51 (12.29.00)
At the end of the period	103,064.94

The notes are an integral part of these financial statements

**CHANGES IN THE NUMBER OF SHARES,
OF NET ASSETS AND
OF NET ASSET VALUE PER SHARE**

Date	Number of shares outstanding	Net assets (in USD)	Net asset value per share (in USD)
* 12.27.00	40.00000	4,000,000.00	100,000.00
06.30.01	151.38697	15,602,688.90	103,064.94

* first valuation

The notes are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

June 30, 2001

NOTE 1 - GENERAL

ABSOLUTE RETURN TARGET FUND ("The Fund") is a Luxembourg incorporated investment company with variable capital (société d'investissement à capital variable) which was set up for an unlimited duration in Luxembourg in the form of a public limited company (société anonyme) on December 20, 2000, in accordance with the provisions of Part II of the law of March 30, 1988 on undertakings for collective investment and the law of August 10, 1915 on commercial companies.

The Articles of Incorporation were published in the Mémorial C, Recueil spécial des Sociétés et Associations (the «Mémorial») on January 29, 2001.

The Fund is registered at the Luxembourg Register of Commerce under the number B 79 444.

The Fund created under the co-sponsorship of Partners Advisers S.A. and Trendtrust S.A., invests mainly as a "Fund of Funds" in Hedge Funds.

The Fund's main objective is to achieve medium and long-term growth of its assets with a risk-adjusted performance better than the market and while protecting the invested capital. The Fund pursues its objective by investing most of its assets in securities of other open-ended undertakings for collective investment ("UCI"), namely, mutual funds ("fonds commun de placement") or investment companies, using non conventional or alternative asset management strategies.

The Fund's capital and the net assets of all the Sub-Funds are expressed in Dollars ("USD").

The Fund offers investors, within the same investment vehicle, a choice between several Sub-Funds (the "Sub-Funds"). The Board of Directors of the Fund may, at any time, decide the creation of further Sub-Funds.

As at June 30, 2001, the following Sub-Funds are available to investors:

- A.R.T.- ABSOLUTE RETURN TARGET FUND - Class A ("Class A") is a Sub-Fund reserved to institutional clients under discretionary management mandate by Trendtrust S.A.
- A.R.T.- ABSOLUTE RETURN TARGET FUND - Class B ("Class B") is a Sub-Fund reserved to institutional clients advised by Partners Advisers.
- A.R.T.- ABSOLUTE RETURN TARGET FUND - Class C ("Class C") is a Sub-Fund specifically designed for external distribution purposes.

The definition of institutional clients as mentioned in Class A and B should be understood as defined in the Law of July 19, 1991 as interpreted by the Luxembourg authorities from time to time.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Fund prepares its consolidated financial statements and those of each Sub-Fund in conformity with legal and regulatory requirements in Luxembourg. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities during the reporting period. Actual results could differ from those estimates. The significant accounting policies used by the Fund are as follows:

a) Combined financial statements

The consolidated statement of net assets and statement of operations are expressed in Dollars (USD).

Consolidated statements are obtained by the arithmetic sum of the financial statements of each individual Sub-Fund on a line by line basis.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)*b) Valuation of investments in securities*

Securities (including shares or units in closed-end UCI) listed or traded on an official Stock Exchange or any other regulated market operating regularly, recognized and open to the public are valued on the basis of the last quotation known in Luxembourg on the Valuation Date and, if this security is traded on several markets, on the basis of the last price known on the market considered to be the main market for trading this security. If the last known price is not representative, the valuation is based on the probable realization value estimated by the Directors with prudence and in good faith.

Securities not listed or traded on a Stock Exchange or any other regulated market, operating regularly, recognized by and open to the public are assessed on the basis of the probable realization value estimated with prudence and in good faith, as determined by the Directors in accordance with recognized accounting and financial principles, using latest dealing prices, valuations from reliable sources, asset values and other relevant factors.

c) Valuation of investments in open-ended investment Funds

Investments in open-ended Investment Funds are valued at their latest official net assets values or at their latest unofficial net asset values (i.e. which are not generally used for the purposes of subscription and redemption of shares of the target funds) as provided by the relevant administrators if more recent than their official net asset values and for which the Administrative Agent has sufficient assurance that the valuation method used by the relevant administrator for said unofficial net asset values is coherent as compared to the official one. The Directors estimate that this valuation method most fairly presents the amount which would be realizable had the investment been sold as of the date of the computation of the net asset value.

If events have occurred which may have resulted in a material change of the net asset value of such shares or units in other UCI since the day on which the latest official net asset value was calculated, the value of such shares or units may be adjusted in order to reflect, in the reasonable opinion of the Directors, such change of value.

For the purpose of determining the value of the Fund's assets, the Administrative Agent relies upon information received from various professional pricing sources (including fund administrators and brokers). In the absence of manifest error and having due regards to the standard of care and due diligence in this respect the Administrative Agent is not be responsible for the accuracy of the valuations provided by such pricing sources.

In circumstances where one or more pricing sources fails to provide valuations for an important part of the assets to the Administrative Agent, the latter is authorized not to calculate a net asset value and as a result may be unable to determine subscription and redemption prices. The Directors shall be informed immediately by the Administrative Agent should this situation arise. The Directors may then decide to suspend the net asset value calculation, in accordance with the procedures set out in the section entitled "Suspension of the Calculation of Net Asset Value, and of the Issue, Repurchase and Conversion of Shares" of the prospectus.

As a "fund of funds", the financial statements of the Fund as of June 30, 2001 include investments in mutual funds and investments in unit trusts valued at :

USD 14,722,852.10 (78.45% of investments) for A.R.T. Absolute Return Target Fund - Class A,

USD 10,139,258.16 (61.95% of investments) for A.R.T. Absolute Return Target Fund - Class B,

USD 12,104,379.15 (77.58% of investments) for A.R.T. Absolute Return Target Fund - Class C,

whose values have been determined under the responsibility of the Directors based on valuations communicated by these other mutual funds and unit trusts in the absence of readily ascertainable market values obtainable from independent sources. However, because of the inherent uncertainty related to valuation and assessment of credit risks, the carrying value of these investments as of June 30, 2001 may differ significantly from values that would have been used had a ready market existed for these investments and the differences could be material.

d) Valuation of swaps

Swaps are valued at fair value based on the last available closing price of the underlying security.

e) Net realised gain or loss on sales of investments

Realised gains or losses on sales of investments are calculated on the basis of average cost of the investments sold.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

f) Conversion of foreign currencies

The accounting records and the financial statements of each Sub-Fund are expressed in Dollar (USD). Bank accounts, other net assets and market value of the investments in securities expressed in currencies other than USD are converted into USD at the exchange rates prevailing on the date of the balance sheet. Income and expenses in currencies other than USD are converted into USD at the rate of exchange prevailing at payment date.

g) Cost of investments in securities

Cost of investments in securities in currencies other than USD is converted into USD at the exchange rate applicable at purchase date.

h) Formation expenses

Formation expenses are amortised on a straight line basis over a period of 5 years.

If a new Sub-Fund is created in the future, the upfront costs for the Sub-Fund will be borne by the Sub-Fund exclusively and will be amortized over a period of 5 years with effect from the launch date of the said Sub-Fund.

NOTE 3 - ISSUE, CONVERSION AND REPURCHASE OF THE FUND'S SHARES

Shares in the Sub-Funds of A.R.T. - ABSOLUTE RETURN TARGET FUND may be subscribed at any Valuation Date, ie the last calendar day of each month. However, considering the delay for the reception of the NAVs of the target funds, the NAV of the Fund is calculated within 21 calendar days of the following month.

During and after the initial offering period, the subscription price per share is equal to the Net Asset Value per Share on the relevant Valuation Day increased by a subscription fee in favour of the Principal Distributor up to a maximum of 4%.

Shares are redeemable on the first Valuation Date of each quarter and for the first time on March 31, 2001.

Shares in the Sub-Funds of A.R.T. - ABSOLUTE RETURN TARGET FUND are repurchased at a price corresponding to the Net Asset Value per Share. In addition, a redemption fee of up to 2% of the net asset value of the shares redeemed may be applied, or may be waived in whole or in part at the discretion of the Board of Directors. The redemption fee (if any) is paid for the redeemed Sub-Fund in order to compensate the fees required by underlying invested funds. The same percentage of redemption fee is applicable to all redemption requests received for a specific Redemption Date.

Shares of one Sub-Fund may be converted into shares of another Sub-Fund if the applicants do comply with the eligibility criterias of the said target class.

Such conversion is accepted upon request at a price corresponding to the net asset value per share of the relevant Sub-Fund without conversion fee.

NOTE 4 - INVESTMENT ADVISER'S, PRINCIPAL DISTRIBUTOR'S AND PERFORMANCE FEES

Under the terms of an agreement dated December 27, 2000, TT PARTNERS LTD was appointed Investment Adviser and Principal Distributor (i) to assist and advise the Fund in the daily management of its portfolio, (ii) to provide the Fund, on an ancillary basis with assistance in the selection of one or several selling agents or business intermediaries and to provide such intermediaries as well as investors with general information relative to economic and financial developments as well as trends that might affect shareholder investments in the Sub-Funds, as well as all other information or assistance required by shareholders in direct relation with their investments in the Sub-Funds.

**NOTE 4 - INVESTMENT ADVISER'S, PRINCIPAL DISTRIBUTOR'S AND
PERFORMANCE FEES (continued)**

The Investment Adviser and Principal Distributor is paid by the Fund, for each Sub-Fund, a fee of maximum of 1.75% p.a. as detailed below paid on a quarterly basis and calculated on the average net asset value of each Sub-Fund determined on each Valuation Date, in each quarter during the continuance of the Investment Advisory and Principal Distributor Agreement (in the case of the first quarter, in respect of the period commencing with the day on which the shares are first issued).

The Investment Adviser is also entitled to a performance fee payable annually and calculated on a "High Water Mark" basis (i.e. the High Water Mark being the highest NAV as at the end of a financial year for which a Performance Fee has been paid). The Performance Fee payable is 10% of the outperformance of the Net Asset Value of the Fund over an annual benchmark of 6%.

Such Performance Fee is accrued on each valuation date and payable within ten days after the approval of the audited annual report by the General Meeting of Shareholders.

Performance fee on redeemed shares is paid systematically.

At the end of the year, in the case of a negative provision, said provision is reported on the following year.

Name of the Sub-Fund	Advisory Fee applicable	Performance fee applicable
ART - ABSOLUTE RETURN TARGET FUND - CLASS A	none	none
ART - ABSOLUTE RETURN TARGET FUND - CLASS B	1.75 %	none
ART - ABSOLUTE RETURN TARGET FUND - CLASS C	1.75 %	Yes see text above

These fees have been determined by the Board of Directors taking into consideration that, for the clients under discretionary management by Trendtrust S.A. a separate agreement already foresee fees to be paid by the investors in the Fund.

NOTE 5 - ANNUAL TAX

Under the prevailing laws and regulations, the fund is subject in Luxembourg to a tax at the annual rate of 0.06%, payable quarterly and calculated on the basis of its net assets at the end of each quarter.

For the portion of the assets of the Fund invested in other UCIs which are established in Luxembourg, no such tax is payable.

For the Sub-Funds exclusively reserved to Institutional Investors, a tax of 0.01% per annum is applicable.

NOTE 6 - CHANGES IN THE SECURITIES PORTFOLIO

A copy of the changes in the securities portfolio for the period from December 27, 2000 (commencement of operations) to June 30, 2001 is available free of charge at the Registered Office of the Fund.

NOTE 7 - DIRECTORS' INTERESTS

As at June 30, 2001, there is no member of the Board of Directors of A.R.T. - ABSOLUTE RETURN TARGET FUND holding shares of the Fund.

The following directors are also directors of the following Funds' shares held in the portfolio as at June 30, 2001:

Directors	Securities
Luc Estenne	Director of TT Partners Ltd and Partners Advisers S.A.
Peter H.Fletcher	Square One Fund Ltd Wharton Asia Equity Linked Company Ltd