

# **Simplified Sales Prospectus.** **Deka-ConvergenceAktien**

An Investment Fund under Part I of the Luxembourg Law of  
20 December 2002 on Undertakings for Collective Investment.

Issued October 2009

**„Deka**  
Investmentfonds



Deka International S.A.

 Finanzgruppe

## Short description of the Fund and investment information

| <b>Deka-ConvergenceAktien</b> |   |
|-------------------------------|---|
| <b>Fund established on</b>    | 22 May 2001<br>in the Grand Duchy of Luxembourg as a mutual fund<br>( <i>fonds commun de placement</i> (FCP)) |
| <b>Date of first issue</b>    |   |
| <i>Unit class CF</i>          | 13 August 2001  |
| <i>Unit class TF</i>          | 13 August 2001  |
| <i>Unit class F (T)</i>       | 29 February 2008  |
| <b>Initial issuing price</b>  |   |
| <i>Unit class CF</i>          | EUR 41.50   |
| <i>Unit class TF</i>          | EUR 40.00   |
| <i>Unit class F (T)</i>       | EUR 103.75  |
| <b>Term of the Fund</b>       | unlimited   |
| <b>ISIN/WKN</b>               |   |
| <i>Unit class CF</i>          | LU0133666676/940541   |
| <i>Unit class TF</i>          | LU0133666759/940542   |
| <i>Unit class F (T)</i>       | LU0341036233/DK0921   |
| <b>Management Company</b>     | Deka International S.A.<br>5, rue des Labours<br>L-1912 Luxembourg  |
| <b>Custodian Bank</b>         | DekaBank Deutsche Girozentrale Luxembourg S.A.<br>38, avenue John F. Kennedy<br>L-1855 Luxembourg             |
| <b>Auditor</b>                | PricewaterhouseCoopers S. à r.l.<br>400, route d'Esch<br>L-1471 Luxembourg                                    |
| <b>Promoter</b>               | DekaBank Deutsche Girozentrale<br>Mainzer Landstraße 16<br>D-60325 Frankfurt                                  |

This Simplified Sales Prospectus is only valid in combination with the latest authorised Detailed Sales Prospectus and the Annual Report of the Fund, and no more than 16 months may have passed since the reporting date of the Annual Report. If more than eight months have passed since the reporting date of the Annual Report, the purchaser must also be offered the latest Semi-Annual Report of the Fund. Both reports form part of the Simplified and Detailed Sales Prospectuses.

### Investment objective

The main objective of the investment policy of Deka-ConvergenceAktien (the "Fund") is to earn an appropriate return in euros.

### Investment strategy

The assets of the Fund will be invested primarily in shares of companies having the focus of their business activities or their registered office in a converging country. Converging countries are those countries that through adoption and implementation of economic reforms are striving over the long-term to achieve the EU/EMU standard, thereby seeking to promote, guarantee, enable or ensure their integration into one of the various divisions of labour in Europe.

The total proportion of convertible and warrant-linked bonds may not exceed 10% of the net assets of the Fund.

# Investment information

The securities-related techniques and instruments employed in connection with Article 5 paragraph 1 letter g) of the Basic Regulation will also be engaged in for purposes other than hedging and include, among other things, options, financial futures contracts, swaps, foreign exchange futures contracts and combinations of these.

The Management Company shall only enter into the above transactions with counterparties that are first-class financial institutions specialising in such transactions and the creditworthiness of which is categorised as "investment grade" by a recognised rating agency.

Bank balances as set out in Article 5 paragraph 1 letter f) of the Basic Regulation and liquid assets as set out in Article 5 paragraph 3 of the Basic Regulation may also be held.

Up to 10% of the net assets of the Fund may be invested in investment units as set out in Article 5 paragraph 1 letter e) of the Basic Regulation.

An option is the right to buy ("call" option) or sell ("put" option) a certain asset on a predetermined date ("exercise date") at a predetermined price ("strike price"). The price of a call or put option is the option "premium".

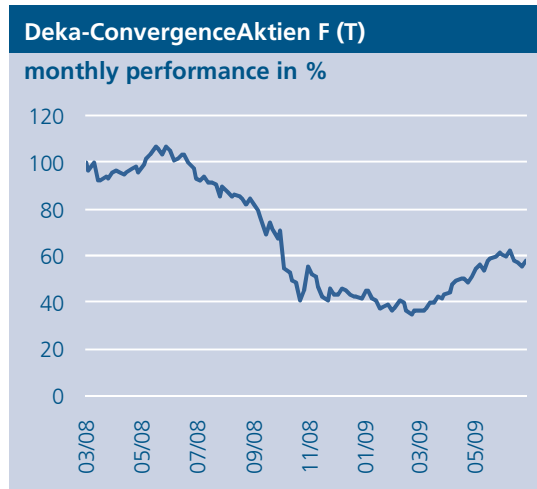
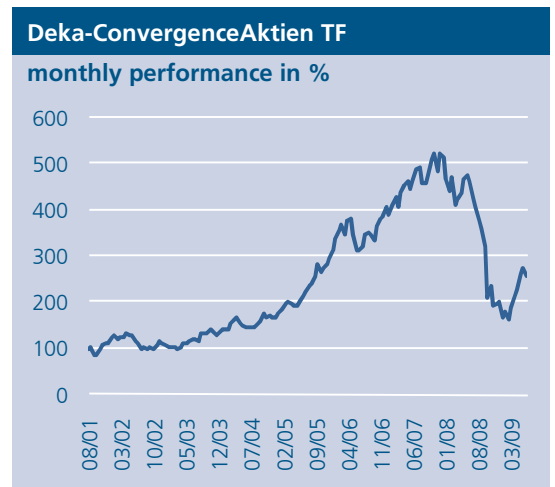
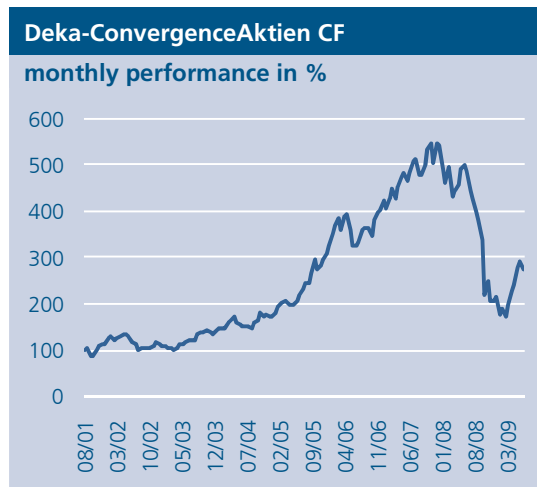
Financial futures contracts are bilateral agreements that entitle or require the contracting parties to deliver or take delivery of a certain asset on a predetermined date and at a predetermined price, where only a fraction of the associated contract size ("margin") needs to be paid immediately.

The Fund shall ensure that its global exposure relating to derivative instruments does not exceed the total net value of its portfolio. The exposure is calculated taking into account the current value of the underlying assets, the counterparty risk, foreseeable market fluctuations and the time available to liquidate the positions.

## Performance

(based on the redemption price in each case)

13/08/2001 – 30/06/2009



Past performance is no indicator of future performance

## Investment information

The execution of transactions for the account of the Fund shall be primarily delegated to the Management Company's parent company, the Custodian Bank.

### **Risk profile of the Fund and general risk information**

Units of the Fund are transferable securities whose price is determined by daily stock exchange price changes of the assets contained in the Fund and may, therefore, rise or fall.

The purchase and sale of options is associated with specific risks. The premium paid to purchase a call or put option can be lost if the price of the underlying security of the option does not change as expected. The leverage effect of options can result in a greater effect on the asset value of the Fund than would be the case if the underlying securities were purchased directly.

Financial and foreign exchange futures contracts are associated with considerable opportunities, but also risks, because only a fraction of the contract size ("margin") must be paid immediately. A price swing in either direction for the instrument underlying the futures contract can lead to substantial gains or losses relative to the margin paid. In this regard, futures contracts exhibit high volatility.

If the assets of the Fund are invested in currencies other than the Fund currency, the Fund receives income, repayments, and proceeds from such investments in that currency. If the value of this currency falls relative to the Fund currency, the asset value of the Fund decreases. The Management Company can perform trades to hedge exchange rate risk. However, this exchange rate hedge trading cannot eliminate the possibility that changes in exchange rates might have a negative effect on the performance of the Fund. The costs of exchange rate hedge trading and the potential losses that accompany it reduce the results of the Fund.

Keeping assets in safekeeping in foreign countries, particularly emerging markets, is associated with a risk of loss, which may result from insolvency, violation of the duty of care, or improper conduct on the part of the custodian or a sub-custodian. Since the Fund invests in emerging markets, an investment in the Fund is associated with greater opportunities. These opportunities are, however, accompanied by higher than

normal risks which may be expressed in the form of strong price fluctuations (volatilities).

In certain countries, expropriation of assets, taxation equivalent to expropriation, political and social unrest or diplomatic developments might occur that could adversely affect investments in these countries. There might be less publicly available information on certain financial instruments than normally expected by investors, and companies in some countries might not be subject to the standards and requirements for book-keeping and accounting, auditing and other accounts examinations, financial reporting and disclosure of accounting documents that some investors might normally expect. Even though their market volume is generally growing, the market volume in certain financial markets is for the most part significantly lower than is the case in financial markets in more developed countries, so that the securities of many companies are less liquid and their market prices more variable than securities of comparable companies traded in larger major markets. The requirements with respect to government supervision, regulation of currency conversion (currency controls) and regulation of financial institutions and issuers are also more strict in some countries than others. Moreover, the type and manner of securities investment permitted for foreign investors in such countries and the investment restrictions for such investments could adversely affect the investment activities of some funds.

The Fund is also affected by country and transfer risks. Country risk refers to the situation where a foreign debtor cannot make payments on time or at all, despite being solvent, because his country of residence is unable or not prepared to transfer the funds. Thus, for example, payments to which the Investment Fund is entitled may fail to be made or may be made in a currency that is no longer convertible due to currency exchange restrictions.

## Investment and economic information

Any assets purchased in Russia from Russian issuers are exposed to a greater safekeeping risk there, since it is market practice to keep such securities in safekeeping with Russian institutions that might not have adequate insurance for theft, destruction or default during the time that such assets are in safekeeping.

More than 10% of the net assets of the Fund may be invested in shares of Russian issuers if these securities are listed and traded in the Russian Trading System Stock Exchange or the Moscow Interbank Currency Exchange.

In addition, an unforeseeable change beyond the Fund's control could occur in the legal and tax treatment of the Fund. In particular, there is a risk that publicly disclosed tax bases could change for investors who are taxable in the Federal Republic of Germany or that general conditions could change in a way that is significant from a tax point of view.

The performance fee could induce the Management Company to select more speculative investments for the assets of the Fund than would be the case if a performance fee were not paid.

**There is therefore no guarantee that the investment policy objectives can be achieved. The Detailed Sales Prospectus includes a more detailed description of the risks involved.**

### Investor profile

The units of the Fund are intended primarily for portfolio optimisation. They are particularly appropriate for investors with a high risk-tolerance and extensive securities experience with respect to the price risks discussed above, and a medium- to long-term investment horizon.

### Tax considerations

The assets of the Fund are only subject to an annual tax of 0.05% (*taxe d'abonnement*) in the Grand Duchy of Luxembourg on the net value of fund assets not invested in Luxembourg investment funds subject to the *taxe d'abonnement*. Income from the units is taxed in accordance with the national tax regulations applicable to the unit holder.

As of 1 July 2005, the EU Savings Tax Directive has applied to interest payments made to recipients resi-

dent in other EU states. If a foreign private investor is holding the units of a distributing fund, which is more than 15% invested in interest-bearing securities in accordance with the provisions of the EU Savings Tax Directive, in safekeeping in a securities account at a credit institution whose registered office is in Luxembourg, the interest portion of any unit distribution is subject to Article 6 of the EU Savings Tax Directive and may be taxed.

If a distributing or reinvesting fund is more than 40% (more than 25% starting 1 January 2011) invested in interest-bearing securities according to the provisions of the EU Savings Tax Directive, the interest portion is subject to taxation when the units are redeemed or sold.

The tax rate is 15% starting 1 July 2005, 20% starting 1 July 2008 and 35% starting 1 July 2011.

Alternatively, the private investor has the option of avoiding tax withholding by authorising the Luxembourg financial institution to make a voluntary disclosure of his interest income, thereby allowing the financial institution to report the income to the legally specified revenue authorities instead of withholding taxes.

Potential investors are advised to consult with their legal, tax or financial advisers concerning the corresponding legal requirements, currency regulations and taxes under the laws of their country of citizenship, normal residence, or registered residence, which could have an effect on the purchase, ownership, sale or other disposal of units, and concerning the tax treatment of income.

Further information for unit holders subject to income tax or corporate income tax in Germany is provided in section IV "Synopsis of German tax regulations" of the Detailed Sales Prospectus.

# Economic information and the purchase and sale of units

## Sales commission

### Unit class CF

up to 5.26% (currently 3.75%) of the unit value, for the benefit of the sales offices;

### Unit class TF

no issuing surcharge; a fee of up to 1.50% p.a. (currently 0.72% p.a.) is charged in favour of the sales offices against the net assets of the Fund attributable to this unit class.

### Unit class F (T)

up to 5.26% (currently 3.75%) of the unit value, for the benefit of the sales offices;

The issue and redemption prices of all unit classes may be increased or decreased by fees or other charges incurred in the country of distribution.

## Fees and other costs

The Management Company receives a fee for central administration and investment management of up to 2.00% p.a. (currently 1.50% p.a. for unit classes CF and TF and 2.00% p.a. for unit class F (T)) of the net assets of the Fund as well as the fee in favour of the sales offices mentioned above with respect to unit class TF.

The Management Company may receive a performance fee, calculated on a daily basis, for managing the Fund assets attributable to the units in unit classes CF and TF, provided that the performance of the Fund before costs (management fee, distribution commission and lump-sum fee) exceeds the performance of a benchmark index. The MSCI EM Europe 10/40 Net Index in EUR is used as the benchmark.<sup>1</sup> The performance fee equals 25.00% of the outperformance, and also applies when the benchmark index and unit value show negative performance, as long as the unit value exceeds the benchmark index. When determining management performance for the calculation of the performance fee, the index and Fund values are determined so that they correspond as closely as possible in terms of time. The respective financial year of the Fund is used as the calculation period. Any outperformance or underperformance of the Fund is not carried forward. The performance fee existing at and deferred

to the end of the financial year can be taken from the assets of the Fund. The Management Company is at liberty to charge a lower fee. If one or all of the reference indices is cancelled, the Management Company will specify another comparable index or indices to take the place of the indices that were cancelled.

The Management Company receives up to half of the income from securities loan transactions, securities sales and repurchase agreements and permissible transactions equivalent to these executed for the account of the Fund as a lump-sum fee for the initiation, preparation and performance of these transactions.

The Management Company receives an annual lump-sum fee from the Fund of up to 0.40% p.a. (currently 0.30% p.a.), calculated based on the average net assets of the Fund during the month in question and paid monthly in arrears. Daily values are used for the calculation. The following fees and expenses are included in the lump-sum fee, and are not charged separately against the Fund:

- Custodian Bank fee;
- the expenses indicated in Article 16 paragraph 1 letters b) to i) of the Basic Regulation;
- expenses that may arise in connection with the use of a benchmark index;
- costs and expenses that the Custodian Bank incurs as a result of permissible and normal market delegation of the safekeeping of assets of the Fund to third parties under Article 4 paragraph 3 of the Basic Regulation.

The lump-sum fee may be taken from the Fund assets at any time.

The Custodian Bank receives the following from the Fund assets

<sup>1</sup> MSCI assumes absolutely no liability for the MSCI data indicated. The MSCI data may not be passed on to third parties or used as a basis for other indices, securities or financial products. MSCI has not prepared, checked or verified this information/document.

# The purchase and sale of units and additional information

- normal bank processing fee for transactions performed for the account of the Fund.

## Total Expense Ratio (TER)

Calculation:

$$\text{TER} = \frac{\text{TE}}{\text{A}} \times 100$$

Explanation:

TER: Total Expense Ratio as a percentage.

TE: Total expenses (nominal, all expenses except for transaction costs), in the Fund currency, that were actually charged to the unit classes during the reference period.

A: Average daily value of the net assets of the unit classes during the reference period.

The total expense ratio for the financial year of the Fund ended 30 September 2008 was 1.76% plus a performance fee of 0.00% for unit class CF, 2.51% plus a performance fee of 0.00% for unit class TF, and 1.28% for unit class F (T).

## Purchase, redemption and exchange of units

Units in all unit classes of the Fund can be purchased and redeemed from the Management Company and payment agents. Units of one unit class cannot be exchanged for units of the other unit class.

The units are certificated by global certificates. Unit holders are not entitled to receive delivery of physical securities. Units may only be purchased if they are held in a securities account. The Custodian Bank and Promoter offer securities accounts for the units which allow payments to be made periodically into and out of the account.

Orders that the Management Company receives by 12:00 p.m. (midday) (Luxembourg time) on a day that is a dealing day in both Luxembourg and Frankfurt am Main ("valuation date") are settled at the issue or redemption price calculated on this valuation date. Orders that are received after 12:00 p.m. (midday) (Luxembourg time) are settled based on the price on the following valuation date. The Fund currency is the euro. As a rule, no valuation is performed on dealing

days that are statutory holidays at one of the above locations, or on 24 and 31 December.

There is no time limit on the issue of units. At its sole discretion, the Management Company may reject a buy order (e.g. if there is a suspicion of market timing by the investor) or temporarily restrict, suspend, or permanently discontinue the issue of units, provided this is considered necessary in the interest of the unit holders as a whole, for the protection of the Management Company, for the protection of the Fund, in the interest of the investment policy, or if the specific investment objectives of the Fund are endangered.

## For investors in Slovenia

### Distribution in Slovenia

The payment agent in this country has different submission deadlines for unit issue and redemption orders that apply to investors in Slovenia and are in accordance with the principle of equal treatment of unit holders. The payment agent will inform potential investors of the procedure used for such orders. The payment agent must receive unit issue and redemption orders during business hours. When units have been issued or redeemed by the sales office or payment agent, the payment agent forwards only issue and redemption orders that were received before the order submission deadlines.

## Payment agent in Germany

All payments to investors (redemption proceeds, any distributions and other payments) can be channelled through the German Payment Agent.

DekaBank Deutsche Girozentrale  
Mainzer Landstraße 16  
D-60325 Frankfurt

## Additional information

### Utilisation of earnings

The Management Company will perform an annual distribution on or around 20 November for units in unit classes CF and TF in accordance with Article 15 paragraphs 2 to 4 of the Basic Regulation.

The net income, capital gains and other nonrecurring income for units of unit class F (T) are capitalised and reinvested in the Fund.

### Publication of Price Information and Notices to Investors

The issue and redemption prices for each valuation date and any notices to investors are available from the Management Company and information agents.

The issue and redemption prices are made available on each valuation date for investors in Germany on the Internet at [www.deka.de](http://www.deka.de). Other information intended for investors is published in the *Börsen-Zeitung* newspaper, which is published in Frankfurt am Main.

### Selling restrictions

Due to restrictions imposed under US supervisory regulations, the units being offered in this Sales Prospectus are not intended for distribution in the United States of America (this term also includes the states, territories and possessions of the United States and the District of Columbia) or to or for the benefit of US persons as defined in Regulation S of the Securities Act of 1933 as amended. US persons are natural persons residing in the United States of America. The term US person also includes legal persons established in accordance with the laws of the United States of America.

Units are accordingly not being offered or sold in the United States of America or to or for the accounts of US persons. Subsequent transfers of units to the United States of America or to US persons are not permitted.

This Sales Prospectus may not be disseminated in the United States of America or to US persons. Distribution of this Sales Prospectus and the offer or sale of units may also be subject to restrictions in other legal systems.

### Information agent

The Detailed Sales Prospectus, including the Management Regulation, the Simplified Sales Prospectus, the latest Annual Report and (if applicable) the most recent Semi-Annual Report are available at any time and free of charge from the Management Company, the Custodian Bank, the Information Agent and on the Internet at [www.deka.de](http://www.deka.de).

■ in Germany  
DekaBank Deutsche Girozentrale  
Mainzer Landstraße 16  
D-60325 Frankfurt

■ Payment and Information Agent in Austria  
Vorarlberger Landes- und Hypothekenbank  
Aktiengesellschaft  
Hypo-Passage 1  
A-6900 Bregenz

### Point of contact for further information

Please call Deka International S.A. at (+3 52) 34 09-39 or DekaBank Deutsche Girozentrale at +49 (0) 69 71 47-652 from Monday to Friday between 8:00 a.m. and 6:00 p.m.

### Competent supervisory authority

Commission de Surveillance du Secteur Financier  
110, route d'Arlon  
L-2991 Luxembourg  
[www.cssf.lu](http://www.cssf.lu)





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