
Fidelity Funds II

Semi-Annual Report – 1 February 2007 to 31 July 2007

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Introduction

Fidelity Funds II (the “Company”) is an open-ended investment company established in Luxembourg as a société d’investissement à capital variable (“SICAV”). It has an umbrella structure and its assets are held in a number of different funds (“sub-funds”). Each sub-fund is a separate portfolio of securities managed in accordance with specific investment objectives. Separate classes of shares in the Company (the “Shares”) are issued in relation to the sub-funds. Each sub-fund provides an investment opportunity in professionally managed pools of securities in different geographical areas and currencies, with the investment objective of capital growth, income or a balance between capital growth and income.

Shares are authorised for sale in many jurisdictions across Europe and Asia and are listed on the Luxembourg Stock Exchange.

This Semi-Annual Report of the Company does not constitute an offer of Shares. Shares are offered on the basis of the information contained in the current Prospectus (and the documents referred to within it) supplemented by the last available Annual Report of the Company and any subsequently published Semi-Annual Report. Copies of the current Prospectus, latest Annual and Semi-Annual Reports and Portfolio Changes for the Company are available free of charge from the Registered Office of the Company or from any of the companies registered as Distributors of Fidelity Funds II, or, for investors in Switzerland, from the Representative of the Company in Switzerland.

Investment Manager’s Report

Performance Overview*

Global investment-grade bonds made modest gains over the period under review. Yields on long-dated bonds across regions rose in May and early June, as markets were hit by inflationary concerns and expectations of further interest rate rises. In June and July, apprehension over losses in investments related to risky US sub-prime mortgages led investors to seek safe havens. This benefited government bonds and was detrimental to credit-related bonds, especially in the US. Over the period under review, government-issued debt outperformed investment-grade corporate bonds across all regions.

The need to temper growth and curb inflation was a major theme across regions, with central banks in the UK, Europe and Japan all raising interest rates during the six months under review. The US Federal Reserve (Fed), however, decided against raising rates, causing the US dollar to weaken against most currencies (with the exception of the yen).

The European yield curve steepened over the period, with yields on long-dated bonds rising more than those on shorter-dated issues. Government-issued debt outperformed European investment-grade corporate bonds over the period. The European Central Bank (ECB) raised interest rates twice to 4.0% amid continuing inflationary pressures and significant growth in the money supply. The ECB President Jean-Claude Trichet noted that interest rates are still on the accommodative side, considering the positive macroeconomic environment. Tighter monetary policy, combined with expectations of further interest rate rises, led to a strengthening of the euro.

Interest rates in the UK were progressively raised to 5.75%. The Bank of England expressed concerns about the rate of inflation, which rose to 3.1% in March, before falling back to 2.4% in June, partly due to reduced utility bills. Meanwhile, investors’ expectations of another rate increase before the end of the year helped sterling to gain significantly against the US dollar and the yen.

In the US, the Fed left its benchmark rate unchanged at 5.25% during the period. The downturn in the housing market continued to weigh upon the economy, with rising defaults in the sub-prime mortgage sector and downgrades of riskier mortgage-backed securities taking a toll. This heavily impacted the credit and currency markets, and this, coupled with a subdued outlook for interest rates, led to a weakening of the US dollar against the euro and sterling.

The Reserve Bank of Australia maintained its overnight inter-bank lending rate at 6.25%. Although the annual rate of inflation has slowed, accelerating economic growth and rising wage levels continue to stoke inflationary pressures. Over the last six months, the Australian dollar appreciated against the US dollar.

The Swiss National Bank (SNB) raised interest rates to 2.5% over the review period. The Swiss franc declined considerably against the euro, which boosted exports. The Swiss economy expanded, as companies stepped up capital investment and hiring to meet new orders. The SNB President Jean-Pierre Roth signalled that it may raise the benchmark rate further, should the economy maintain its momentum or weakness in the Swiss franc threaten to fuel inflation.

**The information stated in this report is historical and not necessarily indicative of future performance.*

Board of Directors

Edward C. Johnson 3d

Chairman of the Board
USA

Barry R.J. Bateman

Director
United Kingdom

Sir Charles Fraser, K.C.V.O.*

Director
United Kingdom

Glen Fukushima*

(resigned 21 February 2007)
Director
Japan

Jean Hamilius*

Director
Grand Duchy of Luxembourg

Simon M. Haslam

Director
United Kingdom

Helmert Frans van den Hoven, K.B.E.*

Director
The Netherlands

Alexander Kemner*

Director
The Netherlands

Glen R. Moreno

Director
USA

Frank Mutch

Director
Bermuda

Dr. Arno Morenz*

Director
Germany

Dr. David J. Saul

Director
Bermuda

Fidelity Investments Luxembourg S.A.

Corporate Director
Grand Duchy of Luxembourg

Supervisory Officers

Henk van Eldik

(resigned with effect from 30 July 2007)
Supervisory Officer
Grand Duchy of Luxembourg

Emmanuelle Entringer

Supervisory Officer
Grand Duchy of Luxembourg

Nishith Gandhi

(appointed with effect from 20 July 2007)
Supervisory Officer
Grand Duchy of Luxembourg

Simon M. Haslam

(resigned with effect from 1 July 2007)
Supervisory Officer
United Kingdom

Andrew Steward

(appointed with effect from 20 July 2007)
Supervisory Officer

Investment Manager

Fidelity Fund Management Limited
Pembroke Hall
42 Crow Lane
Pembroke HM19
Bermuda

*Independent Director and member of the Audit Committee.

Euro Corporate Bond Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Securities Traded on an Official Stock Exchange				
Government				
Germany 4.00% 04/07/2016	DE EUR	4,525,000	4,415,681	1.87
Germany 4.00% 13/04/2012	DE EUR	3,720,000	3,668,111	1.55
France OAT 3.75% 25/04/2017	FR EUR	550,000	520,365	0.22
France BTAN 3.00% 12/01/2010	FR EUR	425,000	411,817	0.17
Germany 5.00% 04/07/2012	DE EUR	200,000	205,740	0.09
			9,221,714	3.90
Securities Traded on Other Regulated Markets				
Energy				
Pemex Project FMT 6.625% 04/04/2010 Reg S	US EUR	1,000,000	1,035,590	0.43
Gaz Capital (Gazprom) 4.56% 09/12/2012 EMTN	LU EUR	1,000,000	946,017	0.40
TNK-BP Finance 7.50% 18/07/2016 Reg S	LU USD	900,000	659,617	0.28
MPU Offshore Lift 9.52% FRN 22/12/2011	NO NOK	2,000,000	238,526	0.10
Petronas Capital 6.375% 22/05/2009 Reg S	MY EUR	200,000	205,686	0.09
			3,085,436	1.30
Utilities				
United Utilities Water 4.25% 24/01/2020 EMTN	GB EUR	2,000,000	1,804,649	0.76
Verbund International Finance 5% 25/06/2014	NL EUR	1,350,000	1,359,550	0.57
RWE Finance 6.125% 26/10/2012 EMTN	NL EUR	1,200,000	1,271,255	0.54
Abu Dhabi National Energy 4.375% 28/10/2013 Reg S	AE EUR	1,200,000	1,157,442	0.49
EDF 5.625% 21/02/2033 EMTN	FR EUR	1,000,000	1,067,912	0.45
Anglian Water Services 4.625% 07/10/2013 EMTN	GB EUR	1,000,000	988,918	0.42
Iberdrola 3.50% 22/06/2015 EMTN	ES EUR	1,000,000	892,149	0.38
Veolia Environnement 4.375% 11/12/2020 EMTN	FR EUR	1,000,000	881,767	0.37
Enel 5.25% 20/06/2017 EMTN	IT EUR	750,000	746,885	0.32
Iberdrola 4.375% 29/10/2010 EMTN	NL EUR	750,000	741,032	0.31
Hera 4.125% 16/02/2016	IT EUR	700,000	656,654	0.28
Enel 5.625% 21/06/2027 EMTN	IT EUR	500,000	499,440	0.21
			12,067,653	5.10
Materials				
Bayer 6.00% 10/04/2012 EMTN	DE EUR	1,500,000	1,557,126	0.65
Bayer 4.375% 11/04/2011 EMTN	DE EUR	1,500,000	1,479,450	0.63
Rexam 4.375% 15/03/2013 EMTN	GB EUR	1,500,000	1,453,166	0.61
Lafarge 4.75% 23/03/2020	FR EUR	1,000,000	910,162	0.38
Imerys 5.00% 18/04/2017	FR EUR	650,000	630,069	0.27
SABIC Europe 4.50% 28/11/2013	NL EUR	650,000	618,393	0.26
Bayer 5.00% VRN 29/07/2015	DE EUR	625,000	565,312	0.24
Imerys 5.125% 25/04/2014 EMTN	FR EUR	300,000	296,970	0.13
			7,510,648	3.17
Industrials				
Cie de Saint-Gobain 4.75% 11/04/2017 EMTN	FR EUR	1,500,000	1,422,883	0.59
Q-Cells International Finance 1.375% CV 28/02/2012	NL EUR	1,200,000	1,387,560	0.59
Atlas Copco 4.75% 05/06/2014 EMTN	SE EUR	1,000,000	989,574	0.42
Glorencore Finance 5.25% 11/10/2013 EMTN	LU EUR	900,000	866,900	0.37
Bombardier 7.576% FRN 15/11/2013 Reg S	CA EUR	500,000	496,100	0.21
Cie de Saint-Gobain 4.25% 31/05/2011	FR EUR	500,000	487,394	0.21
CMA CGM 5.50% 16/05/2012 Reg S	FR EUR	425,000	397,630	0.17
			6,048,041	2.56
Information Technology				
ASML Holding 5.75% 13/06/2017	NL EUR	800,000	771,092	0.32
Ericsson 6.75% 28/11/2010 EMTN	SE EUR	700,000	726,460	0.31
Xerox 5.50% 15/05/2012	US USD	600,000	430,128	0.18
NXP Funding 6.959% FRN 15/10/2013	NL EUR	400,000	368,520	0.16
			2,296,200	0.97
Consumer Discretionary				
DaimlerChrysler 4.375% 16/03/2010 EMTN	US EUR	1,650,000	1,627,038	0.69
Faurecia 3.625% 05/10/2010	FR EUR	1,500,000	1,417,350	0.59
LVMH 3.375% 22/06/2012 EMTN	FR EUR	1,500,000	1,405,402	0.59
Renault 4.625% 28/05/2010 EMTN	FR EUR	1,000,000	995,152	0.42
DaimlerChrysler 4.125% 18/11/2009	US EUR	1,000,000	983,392	0.42
PPR 4.00% 29/01/2013 EMTN	FR EUR	1,000,000	936,730	0.40
Michelin 6.375% 03/12/2033	FR EUR	750,000	771,075	0.33
Polo Ralph Lauren 4.50% 04/10/2013	US EUR	700,000	675,873	0.29
Fortune Brands 3.50% 30/01/2009	US EUR	350,000	343,735	0.15
			9,155,747	3.88
Consumer Staples				
BAT Holdings 4.375% 15/09/2014 EMTN	NL EUR	2,000,000	1,897,514	0.81
Procter & Gamble 4.875% 11/05/2027	US EUR	1,500,000	1,429,877	0.60
			3,327,391	1.41
Telecommunication Services				
Deutsche Telekom 4.50% 25/10/2013 EMTN	NL EUR	2,425,000	2,335,151	1.00
KPN 4.50% 18/03/2013 EMTN	NL EUR	2,000,000	1,932,897	0.82
Telefonica 3.75% 02/02/2011 EMTN	ES EUR	2,000,000	1,918,058	0.81
BT 7.375% 15/02/2011	GB EUR	1,000,000	1,074,251	0.45
BT 5.25% 23/06/2014 EMTN	GB EUR	1,000,000	999,797	0.42
France Telecom 4.375% 21/02/2012 EMTN	FR EUR	950,000	923,257	0.39
France Telecom 8.125% 28/01/2033 EMTN	FR EUR	500,000	636,849	0.27
AT&T 4.375% 15/03/2013	US EUR	650,000	624,109	0.26
Deutsche Telekom 7.50% 24/01/2033 EMTN	NL EUR	500,000	599,691	0.25
MegaFon 8.00% 10/12/2009	LU USD	750,000	558,870	0.24
TeliaSonera 4.75% 07/03/2017 EMTN	SE EUR	350,000	335,260	0.14
			11,938,190	5.05

The accompanying notes to the financial statements form an integral part of these financial statements.

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Financials				
HSBC Finance 4.50% 12/11/2010 EMTN	US EUR	5,150,000	5,080,671	2.15
Agence Francaise de Developpement 7.50% 26/05/2008	FR EUR	3,466,148	3,522,300	1.49
Telecom Italia Finance 7.25% 24/04/2012 EMTN	LU EUR	2,500,000	2,691,762	1.14
F Van Lanschot Bankiers 4.466% FRN 17/02/2016 EMTN	NL EUR	2,600,000	2,598,681	1.10
GE Capital Europe 4.125% 05/02/2010 EMTN	IE EUR	2,450,000	2,421,284	1.02
Hypo Real Estate Bank 5.864% VRN (Perpetual)	IE EUR	2,350,000	2,273,390	0.96
Chubb 5.472% 16/08/2008	US USD	3,000,000	2,187,089	0.92
Telecom Italia Finance 7.25% 20/04/2011 EMTN	LU EUR	2,000,000	2,134,987	0.90
Banca Popolare di Lodi 6.742% VRN (Perpetual)	US EUR	2,035,000	2,112,126	0.89
ABN Amro 4.625% 12/05/2009 EMTN	NL EUR	2,000,000	2,000,578	0.85
Westfaelisch-Lippische 4.375% 24/09/2014	DE EUR	2,000,000	1,957,600	0.83
BBVA International Preferred 3.798% VRN (Perpetual)	ES EUR	2,250,000	1,954,744	0.83
Ureco Finance 3.375% 07/12/2010	NL EUR	2,000,000	1,914,800	0.81
BBVA Bancomer 4.799% VRN 17/05/2017 Reg S	KY EUR	1,800,000	1,763,992	0.75
W&DB Issuer 6.56% FRN 15/07/2020 A1	GB GBP	1,181,141	1,755,088	0.74
Hypo Real Estate Bank 4.494% FRN 11/05/2009 EMTN	DE EUR	1,750,000	1,747,346	0.74
HVB Funding Trust VIII 7.055% VRN (Perpetual)	US EUR	1,625,000	1,733,194	0.73
Eureko 5.125% VRN (Perpetual)	NL EUR	1,750,000	1,660,290	0.70
Westfield Finance 3.625% 27/06/2012	AU EUR	1,750,000	1,640,172	0.69
Credit Suisse Guernsey III 7.974% VRN (Perpetual)	GG EUR	1,500,000	1,614,750	0.68
Banca Italease 4.46% FRN 02/02/2010 EMTN	IT EUR	1,600,000	1,564,000	0.66
Lloyds TSB 5.625% VRN (Perpetual)	GB EUR	1,500,000	1,522,109	0.64
Shield 1 B 4.491% 20/01/2014	NL EUR	1,500,000	1,503,524	0.64
ING Bank 4.625% 15/03/2019 EMTN	NL EUR	1,500,000	1,458,069	0.62
Euroclear Finance 2 SA 4.235% (Perpetual)	LU EUR	1,500,000	1,390,800	0.59
Or-ICB (I & C Bank) 6.20% 29/09/2015 EMTN	LU USD	1,925,000	1,380,946	0.58
JPMorgan Chase Bank 4.375% VRN 30/11/2021	US EUR	1,500,000	1,377,863	0.58
MUFG Capital Finance 2 4.85% VRN (Perpetual)	KY EUR	1,500,000	1,363,145	0.58
UT2 Funding 5.321% 30/06/2016	IE EUR	1,400,000	1,356,040	0.57
Commerzbank 4.125% VRN 13/09/2016 EMTN	DE EUR	1,400,000	1,336,475	0.56
Halyk Savings Bank 8.125% 07/10/2009 Reg S	KZ USD	1,750,000	1,307,730	0.55
GlaxoSmithKline Capital 4.00% 16/06/2025 EMTN	GB EUR	1,500,000	1,305,134	0.55
Siemens Finance 5.75% 04/07/2011	NL EUR	1,250,000	1,295,078	0.55
Finans Capital 9.00% 07/10/2014 Reg S	KY USD	1,700,000	1,291,067	0.55
Bank of America 4.75% VRN 23/05/2017 EMTN	US EUR	1,300,000	1,266,998	0.54
Kazkommertsbank 5.125% 23/03/2011 EMTN	NL EUR	1,375,000	1,262,662	0.53
Sumitomo Mitsui Banking 4.375% VRN (Perpetual) Reg S	JP EUR	1,375,000	1,256,191	0.53
Cemex Finance Europe 4.75% 05/03/2014	NL EUR	1,300,000	1,242,900	0.53
Eurohypo Capital Funding Trust 1 6.445% VRN (Perpetual)	US EUR	1,200,000	1,241,478	0.52
Generali Finance 5.317% VRN (Perpetual)	NL EUR	1,300,000	1,239,413	0.52
OTP Bank Nyrt 5.875% VRN (Perpetual)	HU EUR	1,275,000	1,219,931	0.52
Danske Bank 5.75% VRN 26/03/2011 EMTN	DK EUR	1,210,000	1,217,986	0.51
ICICI Bank Singapore 4.564% FRN 29/03/2009 EMTN	SG EUR	1,150,000	1,147,702	0.49
Getin Finance 6.479% FRN 25/04/2008 EMTN	GB EUR	1,100,000	1,103,960	0.47
Banca Popolare di Bergamo 8.364% VRN (Perpetual)	US EUR	1,000,000	1,102,600	0.47
NBP Capital Trust 1 8.32% VRN (Perpetual)	US EUR	1,000,000	1,089,900	0.46
Fairfax Media 5.25% 15/06/2012	AU EUR	1,075,000	1,083,278	0.46
IntesaBci Capital Trust 6.988% VRN (Perpetual)	US EUR	1,000,000	1,068,099	0.45
JPMorgan Chase Bank 4.625% VRN 29/05/2017	US EUR	1,100,000	1,066,724	0.45
Bosphorus Financial 7.375% FRN 15/02/2012 Reg S	KY USD	1,400,000	1,026,071	0.43
Swedbank 4.60% VRN 02/10/2012 EMTN	SE EUR	1,000,000	1,000,083	0.42
ARRMF 06-IX CC 4.427% 12/01/2056 Reg S	GB EUR	1,000,000	999,700	0.42
Societe Generale Capital Trust III 5.419% (Perpetual)	US EUR	1,000,000	997,113	0.42
AUTO ABS 06-1 B 4.479% 25/07/2017 Reg S	FR EUR	1,000,000	995,000	0.42
BAT International Finance 5.375% 29/06/2017 EMTN	GB EUR	1,000,000	993,021	0.42
BBVA 4 C 4.653% 19/08/2038 Reg S	ES EUR	1,000,000	992,340	0.42
Deutsche Bank 3.875% VRN 16/01/2014 EMTN	DE EUR	1,000,000	986,842	0.42
American Express Credit 3.625% 13/10/2009 EMTN	US EUR	1,000,000	979,900	0.41
TransCapitalInvest (Transneft) 5.381% 27/06/2012 Reg S	IE EUR	1,000,000	978,329	0.41
Dresdner Bank (Kiyivstar) 10.375% 17/08/2009 Reg S	DE USD	1,250,000	975,514	0.41
Nordea Bank 4.00% VRN 30/09/2016 EMTN	SE EUR	1,000,000	968,593	0.41
UniCredito Italiano 4.125% VRN 20/09/2016 EMTN	IT EUR	1,000,000	966,010	0.41
Bayerische Landesbank 4.50% VRN 07/02/2019 EMTN	DE EUR	1,000,000	961,009	0.41
Generali Finance 5.479% VRN (Perpetual)	NL EUR	1,000,000	952,357	0.40
Merck Finanz 3.75% 07/12/2012	LU EUR	1,000,000	943,380	0.40
RBS 4.35% 23/01/2017 EMTN	GB EUR	1,000,000	941,989	0.40
Fortis Bank 4.625% VRN (Perpetual) Reg S	BE EUR	1,000,000	933,576	0.39
Hyundai Card 5.7895% FRN 03/05/2010	KR USD	1,270,000	925,509	0.39
ING Bank 4.176% (Perpetual) EMTN	NL EUR	1,000,000	903,644	0.38
BBVA 1 C 4.448% 20/06/2016 Reg S	ES EUR	900,000	901,062	0.38
Sedna Finance 4.779% FRN 23/12/2008 EMTN	KY EUR	900,000	900,837	0.38
Broadgate Financing 6.48125% FRN 05/01/2020 C1	GB GBP	600,000	884,071	0.37
ELM (Swiss Life) 5.849% VRN (Perpetual) EMTN	NL EUR	900,000	877,374	0.37
Temir Capital 9.25% 23/03/2009	NL USD	1,200,000	870,264	0.37
Banca Delle Marche 4.463% FRN 01/06/2017 EMTN	IT EUR	850,000	846,979	0.36
Citigroup 4.25% VRN 2				

Euro Corporate Bond Fund - continued

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Greene King Finance 6.23% FRN 15/06/2031 A1	GB	500,000	738,805	0.31
American General Finance 4.625% 22/06/2011 A	US	750,000	734,890	0.31
CRR (Uralveshtorgbank) 9.00% 21/09/2007 EMTN	NL	1,000,000	729,407	0.31
Links Finance 5.61% FRN 15/09/2009 EMTN	KY	1,000,000	728,459	0.31
K2 Corporation 5.825% FRN 15/02/2010 EMTN	KY	1,000,000	728,387	0.31
TuranAlem Finance 7.01% FRN 23/11/2008 GMTN	NL	1,000,000	727,552	0.31
ARRCL 06-1X C1 6.49188% 20/06/2025 Reg S	NL	475,000	706,238	0.30
Ukrsots Finance 9.00% 06/06/2008	NL	950,000	705,130	0.30
Economy (Türk Ekonomi Bankası) 6.10% VRN 31/10/2016	LU	700,000	700,875	0.30
Provide Bricks Mortgages 07-1 B 4.605% 30/01/2040	IE	700,000	699,160	0.30
Mizuho Financial Group Cayman 4.75% VRN 15/04/2014 Reg S	IE	700,000	698,639	0.30
Orient Express Finance (Vostochny Express Bank) 9.875% 03/07/2009	IE	24,200,000	696,623	0.29
Ayt Cedulas Cajas Global 3.75% 14/12/2022	ES	800,000	695,986	0.29
Muenchener Rueckversicherungs 5.767% VRN 29/06/2049	DE	700,000	680,722	0.29
Canary Wharf Finance II C2 6.5875% 22/10/2037	GB	450,000	661,249	0.28
Wuerttembergische Leben 5.375% VRN 01/06/2026	DE	700,000	659,540	0.28
Nightingale Finance 07-11 C 5.63% 07/06/2010 Reg S	JE	900,000	655,515	0.28
RMACS No.1 06-NS2X MIC 4.378% 12/06/2044 Reg S	GB	650,000	647,985	0.27
HSBK Europe 7.75% 13/05/2013 Reg S	NL	875,000	640,146	0.27
Morgan Stanley 4.375% 01/03/2010	US	650,000	639,656	0.27
Woori Bank 6.208% VRN 02/05/2037 Reg S	KR	900,000	615,126	0.26
Dali Capital (Vneshtorgbank) 20 TR1 7.00% 13/04/2009	IE	21,000,000	609,115	0.26
Mediobanca 3.75% 02/02/2016 Reg S	IT	650,000	601,428	0.25
Gracechurch Mortgage 1X BC 4.377% 11/10/2041 Reg S	GB	600,000	599,280	0.25
Gracechurch Mortgage 1X CC 4.477% 11/10/2041 Reg S	GB	600,000	599,280	0.25
SMILE Securitisation 07-1 C 4.398% 20/12/2053 Reg S	NL	681,000	581,001	0.25
Greene King Finance 6.02875% FRN 15/09/2021 A3	GB	393,432	580,112	0.25
UBS Jersey 4.125% VRN 25/09/2018 EMTN	CH	600,000	572,509	0.24
Absolut Capital 8.75% 07/04/2009	LU	750,000	578,152	0.24
RBD Capital (RBD) 6.50% 11/08/2008	LU	750,000	547,274	0.23
Shinhan Credit Card 6.075% FRN 14/05/2012	KR	750,000	545,962	0.23
Credit Suisse Guernsey V 6.905% VRN (Perpetual)	GG	500,000	532,600	0.23
NatWest 6.625% (Perpetual) EMTN	GB	500,000	519,300	0.22
Bruntwood Alpha 07-1 C 6.50% 15/01/2017 Reg S	GB	350,000	516,956	0.22
RMAC 05-NS4X M2A 6.368% 12/12/2043 Reg S	GB	350,000	516,077	0.22
Vattenfall Treasury 5.375% 29/04/2024 EMTN	SE	500,000	515,553	0.22
PSB Finance (Promsvyazbank) 8.75% 20/10/2011	LU	700,000	502,238	0.21
Lambda Finance 05-1X D2 4.981% 15/11/2029 Reg S	NL	500,000	501,400	0.21
Amstel Loan Offering 07-1 B 4.429% 25/03/2017	NL	500,000	499,650	0.21
Korea Development Bank 4.375% 11/09/2008	KR	500,000	497,400	0.21
SanPaolo IMI 3.75% VRN 09/06/2015 EMTN	IT	500,000	487,700	0.21
Imperial Tobacco Finance 4.375% 22/11/2013 EMTN	GB	500,000	476,531	0.20
SLM 4.345% FRN 15/12/2010	US	500,000	470,350	0.20
Granite MI 05-4 C1 5.78907% (Perpetual)	GB	638,514	465,202	0.20
Colgrade (Rolf Group) 8.25% 28/06/2010	CY	650,000	464,540	0.20
Linde Finance 4.375% 24/04/2012 EMTN	NL	475,000	460,831	0.19
Fosse MI 07-1X M3 4.564% 18/10/2054	GB	450,000	450,000	0.19
Dresdner Funding Trust II 5.79% 30/06/2011 Reg S	US	441,000	447,403	0.19
Axon Financial Funding 07-1A A1 5.96% 04/04/2017 144A	KY	600,000	437,557	0.18
Dali Capital (Roshbank) 8.00% 30/09/2009 EMTN	IE	14,800,000	430,126	0.18
Boats Investments 11.00% 31/03/2017 EMTN	NL	400,000	404,000	0.17
European Loan Conduit 23X D 4.471% 15/02/2019 Reg S	IE	387,840	387,181	0.16
TS Co.mit One 1 E 6.614% 29/06/2013 Reg S	DE	372,939	366,375	0.15
Holmes Financing 10X 3C1 4.609% 15/07/2040 Reg S	GB	360,000	359,010	0.15
AXA 5.777% VRN (Perpetual) EMTN	FR	350,000	343,018	0.14
Dresdner Bank (Kjvinstar) 7.75% 27/04/2012 Reg S	DE	450,000	331,843	0.14
BSFB Finance (Bank St Petersburg) 10.50% 25/07/2017 EMTN	IE	450,000	330,104	0.14
Geldilux 05-TS 1C 4.766% 10/12/2012 Reg S	LU	300,000	299,730	0.13
Clock Finance 07-1 B2 4.256% 25/02/2015 Reg S	NL	300,000	298,920	0.13
SMILE Securitisation 07-1 D 4.678% 20/12/2053 Reg S	NL	290,791	290,791	0.12
SLM 4.295% FRN 15/06/2009	US	300,000	289,830	0.12
Credit Suisse (Ukrsotsbank) 8.00% 22/02/2010	GB	400,000	288,788	0.12
T2 Capital Finance 6.95% VRN 06/02/2017 Reg S	LU	400,000	280,036	0.12
Driver One 1 B 4.333% 21/05/2010 Reg S	DE	257,101	257,230	0.11
Sibacademfinance 9.00% 12/05/2009 Reg S	IE	350,000	255,369	0.11
HSBC Bank (Bank Nadra) 9.25% 28/06/2010	GB	350,000	253,965	0.11
Fosse MI 07-1X B3 4.414% 30/01/2009	GB	250,000	250,000	0.11
Getin Finance 6.309% FRN 13/05/2009 EMTN	GB	250,000	249,175	0.11
EuroChem Finance 7.875% 21/03/2012 Reg S	IE	335,000	239,294	0.10
Storm 06-2 E 4.677% 22/05/2048 Reg S	NL	234,483	234,835	0.10
Epic MLDN C 6.59% 15/07/2017 Reg S	IE	150,000	222,599	0.09
HSBC Bank (Ukrsibbank) 7.375% 23/07/2010	GB	300,000	216,153	0.09
UK SPV Credit Finance (Privatbank) 8.00% 06/02/2012 Reg S	GB	300,000	209,305	0.09
FCC SPARC 07-1 D 6.353% 15/07/2008	FR	200,000	200,150	0.08
FCC SPARC 07-1 C 4.943% 15/07/2013	FR	200,000	200,000	0.08
Clock Finance 07-1 C2 4.436% 25/02/2015 Reg S	NL	200,000	198,988	0.08
Skyline 07-1 E 7.703% 22/07/2043	NL	200,000	194,000	0.08
TS Co.mit One 1 D 4.764% 29/06/2013 Reg S	DE	186,469	185,593	0.08
Geldilux 07-TS C 4.69% 08/09/2014 Reg S	LU	150,000	149,985	0.06
MB Capital (Moscow Bank R&D) 8.80% 29/06/2009	LU	150,000	109,302	0.05
Fosse MI 07-1X C3 4.764% 18/10/2054	GB	100,000	100,000	0.04
Geldilux 05-TS 1D 5.896% 10/12/2012 Reg S	LU	100,000	99,990	0.04

151,262,631 63.92

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Unlisted Energy				
SeaDrill 5.64% FRN 23/01/2008 144A	BM	NOK	4,500,000	563,517 0.24
Aker Floating Production 8.14% FRN 03/07/2008	NO	USD	300,000	218,593 0.09
				782,110 0.33
Financials				
PSB Finance (Promsvyazbank) 9.86% FRN 31/01/2018	LU	USD	1,700,000	1,236,658 0.52
UBS (Vimpel Communications) 8.375% 22/10/2011 Reg S	LU	USD	1,150,000	868,171 0.37
European Loan Conduit 23X C 4.331% 15/02/2019 Reg S	IE	EUR	851,698	850,335 0.36
Talisman Finance 3 B 4.479% 22/01/2015 Reg S	IE	EUR	831,030	829,701 0.35
ZFSparken Vest 4.572% FRN 12/07/2017 EMTN	NO	EUR	750,000	742,350 0.31
ZFS Finance USA Trust I 6.15% VRN (Perpetual) 144A	US	USD	1,000,000	724,461 0.31
Crown Castle Towers 05-1A C 5.074% 15/06/2035 144A	US	USD	1,000,000	712,866 0.30
ZFS Finance USA Trust IV 5.875% VRN 09/05/2032 144A	US	USD	1,000,000	707,259 0.30
CSMC 06-TFLA H 6.05% 15/04/2021 144A	US	USD	900,000	653,424 0.28
Preferred Term XII 6.97% FRN 24/12/2033 144A	KY	USD	850,000	627,931 0.27
Lambda Finance 07-1X D2 4.978% 20/09/2031 Reg S	NL	EUR	600,000	600,180 0.25
Red & Black Consumer 06-1 E 5.661% 15/05/2021 Reg S	IE	EUR	600,000	599,880 0.25
Volkswagen Car Lease 9 B 4.233% 21/04/2012 Reg S	LU	EUR	550,000	550,000 0.23
HFC Home Equity 05-2 A2 5.63% 20/01/2035	US	USD	563,253	407,602 0.17
Amstel Loan Offering 07-1 C 4.609% 25/03/2017	NL	EUR	400,000	399,600 0.17
Crown Castle Towers 05-1A B 4.878% 15/06/2035 144A	US	USD	500,000	355,474 0.15
Ensorte Enterprises (Renaissance) 10.50% 04/10/2008	CY	USD	12,000,000	344,405 0.15
American Express 04-C C 5.82% 15/02/2012 144A	US	USD	307,126	224,393 0.09
Impac CMB Trust 05-1 M1 5.78% 25/04/2035	US	USD	246,766	180,052 0.08
CSMC 06-TFLA G 5.74% 15/04/2021 144A	US	USD	200,000	145,723 0.06
CSMC 06-TFLA F 5.69% 15/04/2021 144A	US	USD	200,000	145,718 0.06
				11,906,183 5.03
Total Investments (Cost EUR 238,240,909)			228,601,944	96.62
		Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets
Credit Default Swaps				
Buy protection on iTraxx Xover 2.30% 20/06/2012	EUR	1,200,000	79,502	0.04
Buy protection on iTraxx Xover 2.30% 20/06/2012	EUR	1,200,000	79,502	0.04
Buy protection on Continental 0.48% 20/06/2012	EUR	1,200,000	10,817	0.00
Sell protection on Ukrsofs 2.85% 16/11/2007	USD	1,200,000	9,412	0.00
Buy protection on Akzo Nobel 0.305% 20/06/2012	EUR	1,200,000	9,247	0.00
Buy protection on Bertelsmann 0.37% 20/12/2011	EUR	1,300,000	69	0.00
Buy protection on Wolters Kluwer 0.72% 20/12/2013	EUR	1,500,000	(3,255)	0.00
Sell protection on iTraxx Europe 0.35% 20/12/2010	EUR	10,500,000	(18,432)	(0.01)
				166,861 0.07
		Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets
Forward Foreign Exchange Contracts				
Bought EUR Sold USD at 0.73133 for settlement 12/10/2007		33,653,048	170,472	0.07
Bought EUR Sold NOK at 0.12609 for settlement 12/10/2007		806,991	4,489	0.00
Bought USD Sold EUR at 1.38280 for settlement 12/10/2007		(589,384)	3,634	0.00
Bought USD Sold EUR at 1.37613 for settlement 12/10/2007		(424,379)	557	0.00
Bought NOK Sold EUR at 7.92050 for settlement 12/10/2007		(13,888)	(95)	0.00
Bought EUR Sold USD at 0.72398 for settlement 12/10/2007		191,131	(963)	0.00
Bought EUR Sold USD at 0.72195 for settlement 12/10/2007		340,037	(2,676)	0.00
Bought USD Sold EUR at 1.36526 for settlement 12/10/2007		(598,421)	(3,948)	0.00
Bought EUR Sold USD at 1.72325 for settlement 12/10/2007		1,254,846	(7,591)	0.00
Bought EUR Sold GBP at 1.47350 for settlement 12/10/2007		7,230,478	(31,446)	(0.01)
				132,433 0.06
		Underlying exposure EUR	Unrealised gain / (loss) EUR	% Net Assets
Futures				
Euro Bund Future September 2007	EUR	16,866,957	158,292	0.07
Euro Bobl Future September 2007	EUR	20,197,923	143,477	0.06
UST 10 Year Future September 2007	USD	(3,966,412)	(17,817)	(0.01)
UST 5 Year Future September 2007	USD	(6,723,677)	(28,738)	(0.01)
				255,214 0.11
		Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets
Interest Rate Swaps				
03/05/2012 RECB 4.383% PAYB FRN 4.135%	EUR	5,500,000	(64,182)	(0.03)
				(64,182) (0.03)

Euro Corporate Bond Fund - continued

Schedule of Investments as at 31 July 2007

Geographical Split		
	Country Code	%
Netherlands	NL	17.45
USA	US	15.25
UK	GB	10.70
Germany	DE	9.75
France	FR	8.17
Luxembourg	LU	7.74
Ireland	IE	6.24
Cayman Islands	KY	4.38
Spain	ES	3.43
Italy	IT	2.70
Sweden	SE	1.92
Australia	AU	1.15
Korea	KR	1.09
Guernsey	GG	0.91
Japan	JP	0.88
Kazakhstan	KZ	0.55
Hungary	HU	0.52
Denmark	DK	0.51
Norway	NO	0.50
United Arab Emirates	AE	0.49
Singapore	SG	0.49
Belgium	BE	0.39
Cyprus	CY	0.35
Jersey C.I.	JE	0.28
Switzerland	CH	0.24
Bermuda	BM	0.24
Canada	CA	0.21
Malaysia	MY	0.09
Cash and other net assets		3.38

Euro Short-Term Bond Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Securities Traded on an Official Stock Exchange				
Government				
France BTAN 3.50% 12/07/2009	FR EUR	3,500,000	3,445,244	7.32
France BTAN 2.50% 12/07/2010	FR EUR	3,400,000	3,228,135	6.86
Germany 4.50% 04/07/2009	DE EUR	2,550,000	2,557,528	5.44
Italy 3.75% 15/06/2009	IT EUR	2,500,000	2,472,271	5.26
Germany 3.25% 09/04/2010	DE EUR	2,400,000	2,335,306	4.97
			14,038,484	29.85
Securities Traded on Other Regulated Markets				
Energy				
Pemex Project FMT 6.625% 04/04/2010 Reg S	US EUR	300,000	310,677	0.66
			310,677	0.66
Utilities				
Enel 4.348% FRN 20/06/2014 EMTN	IT EUR	400,000	394,000	0.84
United Utilities Water 4.875% 18/03/2009 EMTN	GB EUR	250,000	250,604	0.53
			644,604	1.37
Industrials				
Cie de Saint-Gobain 4.447% FRN 11/04/2012 EMTN	FR EUR	75,000	74,595	0.16
			74,595	0.16
Consumer Discretionary				
DaimlerChrysler 4.375% 16/03/2010 EMTN	US EUR	300,000	295,825	0.63
DaimlerChrysler 4.125% 18/11/2009	US EUR	300,000	295,018	0.63
Renault 6.125% 26/06/2009 EMTN	FR EUR	200,000	204,841	0.43
Fortune Brands 3.50% 30/01/2009	US EUR	200,000	196,420	0.42
			992,104	2.11
Telecommunication Services				
Telecom Italia 4.326% FRN 07/06/2010	IT EUR	300,000	298,740	0.64
Telecom Italia Finance 5.15% 09/02/2009	LU EUR	250,000	251,110	0.53
Deutsche Telekom 6.625% 11/07/2011	NL EUR	100,000	105,703	0.22
			655,553	1.39
Financials				
GE Capital Europe 4.125% 05/02/2010 EMTN	IE EUR	2,200,000	2,174,214	4.61
Credit Agricole 4.25% FRN 19/01/2010 EMTN	FR EUR	2,000,000	1,998,693	4.24
Societe Generale 4.115% FRN 28/11/2008 EMTN	FR EUR	1,500,000	1,499,768	3.19
Gracechurch Mortgage 1X A2C 4.277% 11/10/2041 Reg S	GB EUR	1,059,420	1,058,891	2.25
Geldilux 05-TS 1A 4.336% FRN 10/12/2012 Reg S	LU EUR	1,000,000	1,000,711	2.13
Metrix Funding 1X A2 4.562% 10/02/2019 Reg S	GB EUR	1,000,000	999,700	2.13
MBNA Europe Funding 4.50% 23/01/2009 EMTN	GB EUR	1,000,000	995,856	2.12
Instituto de Credito Oficial 3.50% 30/06/2009 EMTN	ES EUR	1,000,000	981,940	2.09
BBVA Subordinate Capital 4.528% FRN 24/10/2016 EMTN	ES EUR	600,000	598,941	1.27
Permanent Financing 4 5M 6.3206% 10/06/2042 Reg S	GB GBP	350,000	523,127	1.11
Shield 1 B 4.491% 20/01/2014	NL EUR	500,000	501,174	1.07
HSBC France 4.27% FRN 30/04/2009 EMTN	FR EUR	500,000	499,807	1.06
Platinum AC1 1 AAA 4.295% 09/06/2011	SG EUR	500,000	498,890	1.06
BBVA 4 B 4.313% 19/08/2038 Reg S	ES EUR	500,000	498,400	1.06
AUTO ABS 06-1 B 4.479% 25/07/2017 Reg S	FR EUR	500,000	497,500	1.06
Dexia Municipal Agency 3.25% 12/07/2008 EMTN	FR EUR	500,000	494,388	1.05
BOS International Australia 3.75% 15/12/2008 EMTN	AU EUR	500,000	494,355	1.05
ANZ Banking Group 3.625% 25/02/2009 EMTN	AU EUR	500,000	492,918	1.05
Bear Stearns 4.539% FRN 27/07/2012	US EUR	500,000	487,750	1.04
Capitalia 4.421% FRN 07/11/2011 EMTN	IT EUR	450,000	449,580	0.96
Capitalia 4.676% FRN 21/10/2016 EMTN	IT EUR	400,000	401,732	0.85
Cosmo Finance 07-1 A1 4.345% 29/11/2027	DE EUR	400,000	400,000	0.85
Macquarie Bank 4.475% FRN 06/12/2016 EMTN	AU EUR	400,000	399,653	0.85
Bank of Ireland 4.4428% FRN 24/01/2017 EMTN	IE EUR	400,000	398,502	0.85
Merrill Lynch & Co 4.446% FRN 31/10/2011 EMTN	US EUR	375,000	368,431	0.78
Faramir Investment 1 A 5.54% 21/12/2009	SG USD	500,000	364,467	0.77
Hypo Public Finance Bank 4.397% FRN 12/10/2011 EMTN	IE EUR	350,000	350,022	0.74
Standard Chartered Bank 4.462% FRN 28/03/2018 EMTN	GB EUR	350,000	349,156	0.74
Vattenfall Treasury 6.00% 03/04/2009 EMTN	SE EUR	300,000	306,432	0.65
E.ON International Finance 5.75% 29/05/2009 EMTN	NL EUR	300,000	305,219	0.65
Karta 05-1 B 4.529% 15/07/2012 Reg S	GB EUR	300,000	300,060	0.64
UniCredito Italiano 4.448% FRN 20/09/2016 EMTN	IT EUR	300,000	300,020	0.64
F Van Lanschot Bankiers 4.466% FRN 17/02/2016 EMTN	NL EUR	300,000	299,848	0.64
BFCM 4.398% FRN 19/12/2016 EMTN	FR EUR	300,000	299,640	0.64
Volkswagen Bank 4.284% FRN 27/06/2011 EMTN	DE EUR	300,000	299,480	0.64
ARRCL 06-1X A2 4.318% 20/06/2025 Reg S	NL EUR	300,000	299,427	0.64
Natixis 4.325% FRN 06/07/2017 EMTN	FR EUR	300,000	298,470	0.63
Centro Shopping CS 06-1 A3 4.328% 20/06/2013 Reg S	AU EUR	300,000	298,440	0.63
Broadgate Financing 6.48125% FRN 05/01/2020 C1	GB GBP	200,000	249,690	0.63
FTA Santander Auto 1 A 4.145% 25/11/2021	ES EUR	271,741	271,171	0.58
HSBC Holdings 5.50% 15/07/2009	GB EUR	250,000	254,225	0.54
RMAC 05-NS4X M2A 6.368% 12/12/2043 Reg S	GB GBP	170,000	250,666	0.53
Credit Logement 4.345% FRN 15/06/2017	FR EUR	250,000	246,750	0.52
VTB Capital (Vneshtorgbank) 5.95625% FRN 01/08/2008 Reg S	LU USD	330,000	240,697	0.51
Ureenco Finance 3.375% 07/12/2010	NL EUR	250,000	239,350	0.51
Epic BARC C 6.4538% 30/09/2031 Reg S	GB GBP	149,492	221,712	0.47
BTM Curacao Holdings 4.687% FRN 16/06/2015 EMTN	AN EUR	200,000	200,958	0.43
Globaldrive 2007-1 A 4.234% 20/06/2015	NL EUR	200,000	199,975	0.43
FCC SPARC 07-1 B 4.543% 15/07/2013	FR EUR	200,000	199,950	0.43
ICICI Bank Singapore 4.564% FRN 29/03/2009 EMTN	SG EUR	200,000	199,600	0.42
Banca Popolare di Verona 4.659% 08/02/2017 EMTN	IT EUR	200,000	199,260	0.42
Banca Italease 4.46% FRN 02/02/2010 EMTN	IT EUR	200,000	195,500	0.42

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
TS Co.mit One 1 B 4.364% 29/06/2013 Reg S	DE EUR	186,469	186,451	0.40
ARRCL 06-1X C1 6.49188% 20/06/2025 Reg S	NL GBP	125,000	185,852	0.40
Start CLO 05-1 A 5.81% 25/11/2014 Reg S	KY USD	250,000	182,215	0.39
VTB 24 Capital 6.18% FRN 07/12/2009 EMTN	IE USD	250,000	181,586	0.39
Whinstone Capital Management 1X B1 6.945% 25/10/2045	JE GBP	101,185	150,669	0.32
Sedna Finance 4.895% FRN 15/03/2010 EMTN	KY EUR	150,000	150,345	0.32
SEB 4.412% FRN 28/09/2017 EMTN	SE EUR	150,000	149,971	0.32
PPCRE 06-1 C 4.676% 22/04/2014	FR EUR	150,000	149,838	0.32
Opera Finance CMH B 4.509% 15/01/2015 Reg S	GB EUR	150,000	149,835	0.32
Cattles 8.625% 07/12/2007	GB GBP	100,000	149,409	0.32
Epic MLDN C 6.59% 15/07/2017 Reg S	IE GBP	100,000	148,400	0.32
Bank of America 4.431% FRN 05/02/2014 EMTN	US USD	150,000	148,373	0.32
Permanent MI 06-1 C 5.56% 15/07/2042	GB USD	200,000	145,626	0.31
Driver One 1 B 4.333% 21/05/2010 Reg S	DE EUR	123,409	123,409	0.26
Hyundai Card 5.7895% FRN 03/05/2010	KR USD	150,000	109,312	0.23
Fairfax Media 5.25% 15/06/2012	AU EUR	100,000	100,770	0.21
Fidis Retail Financial 5.149% FRN 11/05/2009 EMTN	IE EUR	100,000	100,548	0.21
FCC Proudreed Properties 1 D 4.587% 18/08/2017 Reg S	IE EUR	100,000	99,990	0.21
Granite MI 05-4 B4 20/12/2054 Reg S	GB EUR	100,000	99,885	0.21
Provide Bricks Mortgages 07-1 B 4.605% 30/01/2040	IE EUR	100,000	99,880	0.21
RMACS No.1 06-NS2X MIC 4.378% 12/06/2044 Reg S	GB EUR	100,000	99,690	0.21
Banca Delle Marche 4.463% FRN 01/06/2017 EMTN	IT EUR	100,000	99,645	0.21
Theatre Hospitals 07-1 C 6.71% 15/10/2031 Reg S	GB GBP	49,942	74,070	0.16
Bruntswood Alpha 07-1 C 6.50% 15/01/2017 Reg S	GB GBP	50,000	73,851	0.16
Canary Wharf Finance II C2 6.5875% 22/10/2037	GB GBP	50,000	73,472	0.16
Linde Finance 4.375% 24/04/2012 EMTN	NL EUR	75,000	72,763	0.15
Broadgate Financing 6.80125% FRN 05/10/2023 D	GB GBP	46,250	68,140	0.14
European Loan Conduit 23X D 4.471% 15/02/2019 Reg S	IE EUR	58,176	58,077	0.12
Fosse MI 07-1X B3 4.414% 30/01/2009	GB EUR	50,000	50,000	0.11
ARRMF 06-2X CC 4.378% 20/09/2056 Reg S	GB EUR	50,000	49,980	0.11
Holmes Financing 10X 3C1 4.609% 15/07/2040 Reg S	GB EUR	50,000	49,862	0.11
BAT International Finance 4.875% 25/02/2009 EMTN	GB EUR	18,000	18,044	0.04
			29,600,125	62.94

Unlisted

Financials

Santander Consumer Finance 07-1 A 4.271% 20/09/2022	ES EUR	200,000	199,452	0.42
Preferred Term XXIII 5.56% FRN 22/12/2036 144A A-FP	KY USD	272,642	198,946	0.42
Preferred Term XII 6.97% FRN 24/12/2033 144A	KY USD	250,000	184,686	0.39
Holmes MI 07-2X 2M3 6.1714% 15/07/2040 Reg S	GB GBP	100,000	148,489	0.32
Volkswagen Car Lease 9 B 4.233% 21/04/2012 Reg S	LU EUR	100,000	100,000	0.21
Alesco PF 1A B1 7.06% 15/10/2033 144A	KY USD	100,000	73,714	0.16
			905,287	1.92

Total Investments (Cost EUR 47,572,418)

47,221,429 100.40

	Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets

Credit Default Swaps

Sell protection on Lehman Brother 0.40% 20/09/2012	USD	1,300,000	(27,347)	(0.06)
Sell protection on Goldman Sachs 0.35% 20/09/2012	USD	2,600,000	(36,065)	(0.07)
			(63,412)	(0.13)

	Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets

Forward Foreign Exchange Contracts

Bought EUR Sold USD at 0.73920 for settlement 23/08/2007		1,697,950	24,150	0.05
Bought EUR Sold JPY at 0.00617 for settlement 23/08/2007		3,928,724	22,721	0.05
Bought GBP Sold EUR at 0.677 for settlement 23/08/2007		(23,627)	105	0.00
Bought JPY Sold EUR at 162.193 for settlement 23/08/2007		(44,348)	(218)	0.00
Bought EUR Sold GBP at 1.47457 for settlement 23/08/2007		151,880	(895)	0.00
Bought EUR Sold GBP at 1.46679 for settlement 23/08/2007		143,746	(1,614)	0.00
Bought EUR Sold GBP at 1.45828 for settlement 23/08/2007		2,028,466	(34,749)	(0.07)
Bought JPY Sold EUR at 161.36700 for settlement 23/08/2007		(3,900,841)	(38,967)	(0.08)
			(29,467)	(0.05)

	Underlying exposure EUR	Unrealised gain / (loss) EUR	% Net Assets

Futures

Euro Schatz Future September 2007	EUR	(2,571,333)	583	0.00
			583	0.00

	Commitment EUR	Unrealised gain / (loss) EUR	% Net Assets

Interest Rate Swaps

27/06/2010 RECB 6.2175% PAYB FRN 6.09%	GBP	2,600,000	4,327	0.01
03/07/2010 RECB 6.25% PAYB FRN 6.13%	GBP	1,000,000	2,756	0.01
			7,083	0.02

The accompanying notes to the financial statements form an integral part of these financial statements.

Euro Short-Term Bond Fund - continued

Schedule of Investments as at 31 July 2007

Geographical Split		
	Country Code	%
France	FR	27.92
UK	GB	14.37
Germany	DE	12.55
Italy	IT	10.24
Ireland	IE	7.66
Spain	ES	5.42
Netherlands	NL	4.71
USA	US	4.48
Australia	AU	3.79
Luxembourg	LU	3.38
Singapore	SG	2.25
Cayman Islands	KY	1.68
Sweden	SE	0.97
Netherlands Antilles	AN	0.43
Jersey C.I.	JE	0.32
Korea	KR	0.23
Cash and other net liabilities		(0.40)

Australian Dollar Currency Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value AUD	% Net Assets
Money Markets Instruments				
ABN Amro CP 6.34% 08/08/2007	AU	AUD 5,000,000	4,994,027	5.39
Westpac Banking CP 6.31% 20/09/2007	AU	AUD 5,000,000	4,956,876	5.34
Dresdner Bank CD 6.52% 02/10/2007	DE	AUD 4,000,000	4,000,000	4.31
K2 Corporation CP 6.275% 01/08/2007	KY	AUD 4,000,000	4,000,000	4.31
Centauri CP 6.275% 03/08/2007	KY	AUD 4,000,000	3,998,628	4.30
Cullinan Finance CP 6.26% 08/08/2007	KY	AUD 4,000,000	3,995,208	4.30
Kommunalkredit CP 6.25% 16/08/2007	CY	AUD 4,000,000	3,989,639	4.29
Bank of Ireland CP 6.22% 20/08/2007	IE	AUD 4,000,000	3,986,943	4.29
Depla Bank CP 6.22% 20/08/2007	IE	AUD 4,000,000	3,986,943	4.29
Bank of America CD 0.00% 23/08/2007	US	AUD 4,000,000	3,984,852	4.29
UBS CP 6.33% 28/08/2007	CH	AUD 4,000,000	3,981,602	4.29
St George Bank CP 6.215% 28/08/2007	AU	AUD 4,000,000	3,981,464	4.29
IXIS C&I Bank CP 6.32% 31/08/2007	FR	AUD 4,000,000	3,979,047	4.28
Banco Populare Espanol CP 6.345% 04/09/2007	ES	AUD 4,000,000	3,976,870	4.28
Societe Generale CP 6.33% 04/09/2007	AU	AUD 4,000,000	3,976,229	4.28
Sigma Finance CP 6.47% 10/10/2007	KY	AUD 4,000,000	3,951,280	4.25
Sedna Finance CP 6.32% 19/10/2007	KY	AUD 4,000,000	3,945,406	4.25
A&L CP 6.34% 23/10/2007	GB	AUD 4,000,000	3,942,463	4.24
Dorada Corporation CP 6.375% 30/11/2007	KY	AUD 4,000,000	3,916,982	4.22
Beta Finance CP 6.33% 04/12/2007	KY	AUD 4,000,000	3,914,824	4.21
Zela Finance CP 6.49% 14/12/2007	KY	AUD 4,000,000	3,905,759	4.20
HSH Nordbank CP 6.47% 11/01/2008	LU	AUD 4,000,000	3,886,572	4.18
HBOS Australia CP 6.43% 18/01/2008	AU	AUD 4,000,000	3,882,409	4.18
			93,134,023	100.26
Total Investments (Cost AUD 93,134,023)			93,134,023	100.26
Bank Deposits				
Rabobank Nederland TD 6.14% 01/08/2007	NL	AUD 4,850,573	4,850,573	5.22
			4,850,573	5.22
Total Investments (including Bank Deposits)			97,984,596	105.48

Geographical Split

	Country Code	%
Cayman Islands	KY	34.04
Australia	AU	23.48
Ireland	IE	8.58
Netherlands	NL	5.22
Germany	DE	4.31
USA	US	4.29
Cyprus	CY	4.29
Switzerland	CH	4.29
France	FR	4.28
Spain	ES	4.28
UK	GB	4.24
Luxembourg	LU	4.18
Cash and other net liabilities		(5.48)

Euro Currency Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value EUR	% Net Assets
Securities Traded on Other Regulated Markets				
Financials				
Sigma Finance 4.138% FRN 12/12/2007 EMTN	KY	EUR 2,000,000	2,000,000	2.15
Cullinan Finance 4.105% FRN 05/12/2007 EMTN	KY	EUR 1,000,000	1,000,000	1.07
			3,000,000	3.22
Money Markets Instruments				
Cantabric Financing CP 4.05% 15/08/2007	GB	EUR 6,000,000	5,990,646	6.42
Grampian Funding CP 4.10% 10/08/2007	GB	EUR 4,000,000	3,995,914	4.28
Silver Tower Funding CP 4.09% 13/08/2007	KY	EUR 4,000,000	3,994,567	4.28
Swedbank CP 4.035% 04/09/2007	SE	EUR 4,000,000	3,984,964	4.28
Centauri CP 4.09% 04/09/2007	KY	EUR 4,000,000	3,984,714	4.28
Cullinan Finance CP 4.04% 07/09/2007	KY	EUR 4,000,000	3,983,615	4.28
Tulip CP 4.10% 02/08/2007	GB	EUR 3,000,000	2,999,659	3.22
Lakecon CP 4.13% 03/08/2007	GB	EUR 3,000,000	2,999,314	3.22
Cantabric Financing CP 4.11% 10/08/2007	GB	EUR 3,000,000	2,996,930	3.22
Siemens Finance CP 4.085% 13/08/2007	NL	EUR 3,000,000	2,995,929	3.22
Zela Finance CP 4.08% 30/08/2007	KY	EUR 3,000,000	2,990,243	3.21
Beta Finance CP 4.09% 31/08/2007	KY	EUR 3,000,000	2,989,881	3.21
Northern Rock CP 4.055% 10/09/2007	GB	EUR 3,000,000	2,986,668	3.21
Simba Funding CP 4.08% 14/09/2007	US	EUR 3,000,000	2,985,246	3.20
Giro Lion Funding CP 4.2% 15/10/2007	GB	EUR 3,000,000	2,974,023	3.19
Scaldis CP 4.12% 28/08/2007	GB	EUR 2,500,000	2,492,583	2.68
Macquarie Bank CP 4.11% 30/08/2007	AU	EUR 2,500,000	2,491,804	2.68
Scaldis CP 4.1% 15/08/2007	GB	EUR 2,000,000	1,996,822	2.14
Zela Finance CP 4.125% 22/08/2007	KY	EUR 2,000,000	1,995,221	2.14
Depfa Bank CP 4.02% 31/08/2007	IE	EUR 2,000,000	1,993,391	2.14
Bank of Ireland CP 4.04% 10/10/2007	IE	EUR 2,000,000	1,984,605	2.13
IIB Bank CP 4.075% 12/10/2007	IE	EUR 2,000,000	1,984,031	2.13
BFCM CP 4.10% 31/10/2007	FR	EUR 2,000,000	1,979,698	2.13
BFCM CP 4.255% 23/11/2007	FR	EUR 2,000,000	1,973,438	2.12
SanPaolo IMI Ireland CP 4.10% 31/08/2007	IE	EUR 1,500,000	1,494,926	1.60
DGB CP 4.03% 04/10/2007	DE	EUR 1,500,000	1,489,468	1.60
SanPaolo IMI Ireland CP 4.27% 27/11/2007	IE	EUR 1,500,000	1,479,308	1.59
HSH Nordbank CP 4.24% 11/12/2007	LU	EUR 1,500,000	1,477,172	1.59
Cantabric Financing CP 4.09% 06/08/2007	GB	EUR 1,000,000	999,433	1.07
Simba Funding CP 4.10% 21/09/2007	US	EUR 1,000,000	994,271	1.07
Landesbank Hess-Thuringen CP 4.255% 10/12/2007	DE	EUR 1,000,000	984,793	1.06
Simba Funding CP 4.26% 13/12/2007	US	EUR 1,000,000	984,479	1.06
Axon Financial Funding CP 4.27% 20/12/2007	KY	EUR 1,000,000	983,631	1.06
Landesbank Hess-Thuringen CP 4.28% 27/12/2007	DE	EUR 1,000,000	982,783	1.06
CNP CP 4.29% 07/01/2008	FR	EUR 1,000,000	981,463	1.05
Societe Generale CD 0% 31/08/2007	FR	EUR 500,000	498,358	0.54
Cancara Asset Securitisation CP 4.28% 27/11/2007	GB	EUR 500,000	493,087	0.53
			85,587,078	91.89
Unlisted				
Master Note				
Goldman Sachs Group MN 4.1585% 12/12/2007	US	EUR 4,000,000	4,000,000	4.29
			4,000,000	4.29
Total Investments (Cost EUR 92,587,078)			92,587,078	99.40
Bank Deposits				
Dexia Bank TD 4.06% 01/08/2007	BE	EUR 2,671,800	2,671,800	2.86
			2,671,800	2.86
Total Investments (including Bank Deposits)			95,258,878	102.26

Geographical Split

Country Code	%
UK	33.18
Cayman Islands	25.68
USA	9.62
Ireland	9.59
France	5.84
Sweden	4.28
Germany	3.72
Netherlands	3.22
Belgium	2.86
Australia	2.68
Luxembourg	1.59
Cash and other net liabilities	(2.26)

Sterling Currency Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value GBP	% Net Assets
Securities Traded on Other Regulated Markets				
Financials				
Sigma Finance 5.818% FRN 12/12/2007 EMTN	KY	GBP 5,000,000	5,000,000	2.03
GE Capital UK 6.27% FRN 13/11/2007 EMTN	IE	GBP 5,000,000	5,000,000	2.03
			10,000,000	4.06
Money Markets Instruments				
Chariot Funding CP 5.90% 28/08/2007	GB	GBP 10,000,000	9,956,559	4.05
Societe Generale CP 5.915% 17/09/2007	AU	GBP 10,000,000	9,924,604	4.04
Sigma Finance CP 5.63% 10/08/2007	KY	GBP 8,000,000	7,989,099	3.26
Kommunalkredit CP 5.75% 13/08/2007	CY	GBP 8,000,000	7,985,097	3.24
Sedna Finance CP 5.74% 15/08/2007	KY	GBP 8,000,000	7,982,641	3.24
Scaldis CP 5.82% 18/09/2007	GB	GBP 8,000,000	7,939,646	3.23
Zela Finance CP 5.95% 28/09/2007	KY	GBP 8,000,000	7,925,467	3.22
Depfa Bank CP 5.60% 13/08/2007	IE	GBP 7,000,000	6,987,351	2.84
Grampian Funding CP 6.01% 25/10/2007	GB	GBP 7,000,000	6,903,491	2.80
TAGS CP 5.89% 20/08/2007	US	GBP 6,500,000	6,480,151	2.63
Simba Funding CP 5.92% 17/09/2007	US	GBP 6,000,000	5,954,725	2.42
TAGS CP 5.83% 18/09/2007	US	GBP 5,502,000	5,460,415	2.22
Banco Populare Espanol CP 5.69% 01/08/2007	ES	GBP 5,000,000	5,000,000	2.03
Bank of Ireland CP 5.724% 08/08/2007	IE	GBP 5,000,000	4,994,663	2.03
BFCM CP 5.58% 13/08/2007	FR	GBP 5,000,000	4,990,997	2.03
Banco Populare Espanol CP 5.71% 20/09/2007	ES	GBP 5,000,000	4,961,805	2.02
Simba Funding CP 5.82% 19/09/2007	US	GBP 5,000,000	4,961,499	2.02
Links Finance CP 5.63% 24/09/2007	KY	GBP 5,000,000	4,959,515	2.01
Kommunalkredit CP 5.98% 05/10/2007	CY	GBP 5,000,000	4,947,544	2.01
UniCredito Italiano Ireland CD 0.00% 23/10/2007	IE	GBP 5,000,000	4,936,849	2.01
Grampian Funding CP 6.025% 29/10/2007	GB	GBP 5,000,000	4,927,667	2.00
HSH Nordbank CP 5.7% 24/12/07	LU	GBP 5,000,000	4,891,475	1.99
Scaldis CP 5.94% 01/10/2007	GB	GBP 4,231,000	4,189,611	1.70
Swedbank CP 5.695% 03/08/2007	SE	GBP 4,000,000	3,998,769	1.62
Axon Financial Funding CP 5.92% 10/09/2007	KY	GBP 4,000,000	3,974,304	1.61
Solitaire CP 5.92% 11/09/2007	GB	GBP 4,000,000	3,973,661	1.61
Asscher Finance CP 5.92% 12/09/2007	KY	GBP 4,000,000	3,973,032	1.61
Giro Lion Funding CP 5.93% 17/09/2007	GB	GBP 4,000,000	3,969,834	1.61
Westpac Banking CP 5.83% 14/11/2007	AU	GBP 4,000,000	3,934,830	1.60
Sedna Finance CP 5.69% 06/08/2007	KY	GBP 3,000,000	2,997,695	1.22
Zela Finance CP 5.73% 09/08/2007	KY	GBP 3,000,000	2,996,335	1.22
Macquarie Bank CP 5.78% 30/08/2007	AU	GBP 3,000,000	2,986,410	1.21
BFCM CP 5.63% 24/09/2007	FR	GBP 3,000,000	2,975,709	1.21
Sedna Finance CP 5.92% 30/11/2007	KY	GBP 3,000,000	2,942,831	1.20
Caixa Geral de Depositos CP 5.935% 10/12/2007	FR	GBP 3,000,000	2,937,963	1.19
CNP CD 0.00% 04/02/2008	FR	GBP 3,000,000	2,913,332	1.18
Beta Finance CP 6.03% 11/03/2008	KY	GBP 3,000,000	2,894,247	1.18
Sigma Finance CP 6.07% 14/03/2007	KY	GBP 3,000,000	2,892,162	1.17
UniCredito Italiano Ireland CP 6.20% 07/04/2008	IE	GBP 3,000,000	2,878,308	1.17
HSH Nordbank CP 6.125% 22/01/2008	LU	GBP 2,500,000	2,429,224	0.99
Chariot Funding CP 5.91% 20/08/2007	GB	GBP 2,000,000	1,993,867	0.81
BFCM CP 5.52% 12/10/2007	FR	GBP 2,000,000	1,979,086	0.80
Honda Bank CP 6.00% 11/10/2007	DE	GBP 2,000,000	1,977,005	0.80
			206,869,475	84.05
Unlisted				
Financials				
Ebury Finance CP 5.89% 31/08/2007	KY	GBP 8,000,000	7,961,464	3.23
Goldman Sachs Group MN 10/03/2008	US	GBP 5,000,000	5,000,000	2.03
Ebury Finance CP 5.92% 10/09/2007	KY	GBP 5,000,000	4,967,890	2.02
			17,929,354	7.28
Total Investments (Cost GBP 234,798,829)			234,798,829	95.39
Bank Deposits				
Bank of Ireland TD 5.81% 31/08/2007	IE	GBP 7,000,000	7,000,000	2.85
Dexia Bank TD 5.78% 01/08/2007	BE	GBP 4,293,668	4,293,668	1.74
			11,293,668	4.59
Total Investments (including Bank Deposits)			246,092,497	99.98

Geographical Split

Country Code	%
Cayman Islands	KY 28.22
UK	GB 17.81
Ireland	IE 12.93
USA	US 11.32
Australia	AU 6.85
France	FR 6.41
Cyprus	CY 5.25
Spain	ES 4.05
Luxembourg	LU 2.98
Belgium	BE 1.74
Sweden	SE 1.62
Germany	DE 0.80
Cash and other net assets	0.02

The accompanying notes to the financial statements form an integral part of these financial statements.

Swiss Franc Currency Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value CHF	% Net Assets
Money Markets Instruments				
DnB NOR CP 2.03% 16/08/2007	NO CHF	3,000,000	2,997,149	8.71
Fortis Luxembourg CP 2.55% 23/08/2007	LU CHF	2,000,000	1,996,890	5.81
UBS CP 2.24% 02/08/2007	CH CHF	1,500,000	1,499,908	4.36
Cullinan Finance CP 2.55% 02/08/2007	KY CHF	1,500,000	1,499,894	4.36
IXIS C&I Bank CP 2.56% 06/08/2007	FR CHF	1,500,000	1,499,467	4.36
Dresdner Bank CP 2.26% 17/08/2007	DE CHF	1,500,000	1,498,508	4.36
Gentauri CP 2.53% 16/08/2007	KY CHF	1,500,000	1,498,422	4.36
Banco Populare Espanol CP 2.58% 22/08/2007	ES CHF	1,500,000	1,497,747	4.36
BP Capital Markets CP 2.56% 23/08/2007	GB CHF	1,500,000	1,497,659	4.36
Sedna Finance CP 2.54% 28/08/2007	KY CHF	1,500,000	1,497,149	4.35
Asscher Finance CP 2.57% 05/09/2007	KY CHF	1,500,000	1,496,263	4.35
HSH Nordbank CP 2.58% 05/09/2007	DE CHF	1,500,000	1,496,254	4.35
Lloyds TSB CP 2.57% 10/09/2007	GB CHF	1,500,000	1,495,736	4.35
Morgan Stanley CP 2.48% 21/09/2007	LU CHF	1,500,000	1,494,763	4.35
Kommunalkredit CP 2.50% 21/09/2007	CY CHF	1,500,000	1,494,721	4.35
Axon Financial Funding CP 2.505% 24/09/2007	KY CHF	1,500,000	1,494,400	4.35
Landesbank Baden-Wuert CP 2.61% 26/09/2007	DE CHF	1,500,000	1,493,950	4.34
Bank of Ireland CP 2.7% 27/09/2007	IE CHF	1,500,000	1,493,631	4.34
Zela Finance CP 2.67% 24/10/2007	KY CHF	1,500,000	1,490,718	4.34
Macquarie Bank CP 2.71% 30/10/2007	AU CHF	1,500,000	1,489,907	4.33
			31,923,136	92.85
Total Investments (Cost CHF 31,923,136)			31,923,136	92.84
Bank Deposits				
Dexia Bank TD 2.42% 02/08/2007	BE CHF	2,323,446	2,323,446	6.75
			2,323,446	6.75
Total Investments (including Bank Deposits)			34,246,582	99.59

Geographical Split

	Country Code	%
Cayman Islands	KY	26.11
Germany	DE	13.05
Luxembourg	LU	10.16
Norway	NO	8.71
UK	GB	8.71
Belgium	BE	6.75
France	FR	4.36
Spain	ES	4.36
Switzerland	CH	4.36
Cyprus	CY	4.35
Ireland	IE	4.34
Australia	AU	4.33
Cash and other net assets		0.41

US Dollar Currency Fund

Schedule of Investments as at 31 July 2007

	Country Code	Shares or Nominal	Market Value USD	% Net Assets
Money Markets Instruments				
Lakecon CP 5.315% 28/08/2007	GB USD	6,000,000	5,976,202	4.45
St George Bank CP 5.31% 04/09/2007	AU USD	6,000,000	5,970,936	4.45
KBC Dublin Capital CP 5.315% 01/08/2007	IE USD	5,000,000	5,000,000	3.72
DGB CD 0.00% 02/08/2007	DE USD	5,000,000	4,999,272	3.72
Giro Lion Funding CP 5.33% 06/08/2007	GB USD	5,000,000	4,996,347	3.72
Deutsche Bank 5.30% 16/08/2007	AU USD	5,000,000	4,989,008	3.71
Silver Tower Funding CP 5.32% 20/08/2007	KY USD	5,000,000	4,986,087	3.71
Zela Finance CP 5.31% 28/08/2007	KY USD	5,000,000	4,980,184	3.71
Calyon CD 0.00% 04/12/2007	FR USD	5,000,000	4,909,742	3.66
IXIS C&I Bank CP 5.34% 06/12/2007	FR USD	5,000,000	4,908,298	3.65
Tulip CP 5.32% 02/08/2007	GB USD	4,127,000	4,126,393	3.07
DekaBank Deutsch Giro CP 5.31% 06/08/2007	DE USD	4,000,000	3,997,062	2.98
DekaBank Deutsch Giro CP 5.30% 13/08/2007	DE USD	4,000,000	3,992,965	2.97
SanPaolo IMI Ireland CP 5.32% 14/09/2007	IE USD	4,000,000	3,974,455	2.96
Aviva CP 5.35% 21/09/2007	GB USD	4,000,000	3,970,040	2.96
Fortis Luxembourg CP 5.33% 12/10/2007	LU USD	4,000,000	3,958,485	2.95
Eni Coordination Center CP 5.37% 20/12/2007	BE USD	4,000,000	3,918,106	2.92
BFCM CP 5.365% 11/01/2008	FR USD	4,000,000	3,905,427	2.91
Cancara Asset Securitisation CP 5.33% 02/08/2007	GB USD	3,000,000	2,999,558	2.23
HSH Nordbank CP 5.355% 09/08/2007	DE USD	3,000,000	2,996,524	2.23
Mizuho Austria CD 0.00% 13/08/2007	AT USD	3,000,000	2,994,728	2.23
Westpac Banking CP 5.32% 17/09/2007	AU USD	3,000,000	2,979,538	2.22
Cancara Asset Securitisation CP 5.34% 15/10/2007	GB USD	3,000,000	2,967,055	2.21
Giro Lion Funding CP 5.35% 15/10/2007	GB USD	3,000,000	2,966,989	2.21
Aviva CP 5.33% 18/10/2007	GB USD	3,000,000	2,965,791	2.21
Calyon CD 0.00% 07/12/2007	FR USD	3,000,000	2,944,444	2.19
Scaldis CP 5.32% 20/08/2007	GB USD	2,000,000	1,994,408	1.48
Zela Finance CP 5.325% 17/10/2007	KY USD	2,000,000	1,977,527	1.47
Bank of America CD 0.00% 18/10/2007	US USD	2,000,000	1,977,498	1.47
Banco Popular Espanol CP 5.32% 22/10/2007	ES USD	2,000,000	1,976,409	1.47
DGB CP 5.32% 23/11/2007	DE USD	2,000,000	1,967,203	1.46
UniCredito Italiano Ireland CP 5.33% 30/11/2007	IE USD	2,000,000	1,965,121	1.46
Banco Popular Espanol CP 5.346% 11/12/2007	ES USD	2,000,000	1,961,833	1.46
BFCM CP 5.32% 10/09/2007	FR USD	1,000,000	994,195	0.74
Axon Financial Funding CP 5.38% 12/09/2007	KY USD	1,000,000	993,793	0.74
Silver Tower Funding CP 5.34% 10/10/2007	KY USD	1,000,000	989,735	0.74
SanPaolo IMI Ireland CP 0.00% 17/10/2007	IE USD	1,000,000	988,750	0.74
BFCM CP 5.36% 10/01/2008	FR USD	1,000,000	976,523	0.73
			126,136,631	93.91
Unlisted				
Master Note				
Goldman Sachs Group MN 5.39% 10/12/2007	US USD	5,000,000	5,000,000	3.72
Halkin Finance CP 5.33% 15/08/2007	IE USD	3,000,000	2,993,865	2.23
			7,993,865	5.95
Total Investments (Cost USD 134,130,496)			134,130,496	99.86
Bank Deposits				
Dexia Bank TD 5.33% 01/08/2007	BE USD	1,929,343	1,929,343	1.44
			1,929,343	1.44
Total Investments (including Bank Deposits)			136,059,839	101.30

Geographical Split

	Country Code	%
UK	GB	24.54
France	FR	13.88
Germany	DE	13.36
Ireland	IE	11.11
Australia	AU	10.38
Cayman Islands	KY	10.37
USA	US	5.19
Belgium	BE	4.36
Luxembourg	LU	2.95
Spain	ES	2.93
Austria	AT	2.23
Cash and other net liabilities		(1.30)

Statement of Net Assets as at 31 July 2007

Fund Name	Bond Funds:			Currency Funds:	
	Combined	Euro Corporate Bond Fund	Euro Short-Term Bond Fund	Australian Dollar Currency Fund	Euro Currency Fund
Currency	USD	EUR	EUR	AUD	EUR
ASSETS					
Investments in securities at market value	1,223,974,755	228,601,944	47,221,429	93,134,023	92,587,078
Bank deposits	34,689,005	-	-	4,850,573	2,671,800
Cash at banks	5,374,104	3,776,030	143,098	-	-
Receivables on investments sold	3,114,893	2,263,553	8,019	-	-
Receivables on fund Shares issued	8,915,992	-	14,424	3,025,603	994,700
Dividends and interest receivable	6,127,669	3,802,649	326,020	88,486	42,043
Unrealised gain on futures	350,762	255,214	583	-	-
Unrealised gain on forward foreign exchange contracts	181,599	132,433	-	-	-
Unrealised gain on swaps	140,799	102,679	-	-	-
Total assets	1,282,869,578	238,934,502	47,713,573	101,098,685	96,295,621
LIABILITIES					
Payables on investments purchased	19,007,013	984,983	547,522	7,953,098	2,990,941
Payables on fund Shares redeemed	1,926,046	1,156,915	12,901	153,791	57,643
Expenses payable	1,235,916	202,310	34,791	95,918	97,264
Unrealised loss on forward foreign exchange contracts	40,407	-	29,467	-	-
Unrealised loss on swaps	77,241	-	56,329	-	-
Total liabilities	22,286,623	2,344,208	681,010	8,202,807	3,145,848
NET ASSETS as at 31.07.07	1,260,582,955	236,590,294	47,032,563	92,895,878	93,149,773
NET ASSETS as at 31.01.07	1,239,818,325	257,691,763	37,237,730	87,844,671	96,701,901
NET ASSETS as at 31.01.06	1,460,788,486	330,771,672	25,707,044	128,613,623	105,701,992
NET ASSETS as at 31.01.05	1,222,609,858	276,446,132	29,625,656	129,182,043	111,187,148
SHARES OUTSTANDING					
- A Shares		10,074,311	1,850,535	3,136,112	5,490,055
- Y Shares		100,653	383,586	-	-
NET ASSET VALUE PER SHARE as at 31.07.07					
- A Shares (in Fund Currency)		23.25	21.02	29.621	16.967
- Y Shares (in Fund Currency)		23.54	21.21	-	-
NET ASSET VALUE PER SHARE as at 31.01.07					
- A Shares (in Fund Currency)		23.30	20.85	28.883	16.742
- Y Shares (in Fund Currency)		23.56	21.01	-	-
NET ASSET VALUE PER SHARE as at 31.01.06					
- A Shares (in Fund Currency)		23.17	20.57	27.579	16.443
- Y Shares (in Fund Currency)		23.37	20.67	-	-
NET ASSET VALUE PER SHARE as at 31.01.05					
- A Shares (in Fund Currency)		22.63	20.37	26.412	16.284
- Y Shares (in Fund Currency)		22.77	20.43	-	-
COST OF INVESTMENTS	1,237,673,480	238,240,909	47,572,418	93,134,023	92,587,078

The accompanying notes to the financial statements form an integral part of these financial statements.

Sterling Currency Fund	Swiss Franc Currency Fund	US Dollar Currency Fund
GBP	CHF	USD
234,798,829	31,923,136	134,130,496
11,293,668	2,323,446	1,929,343
-	-	-
-	-	-
182,366	176,756	4,414,275
144,738	156	37,715
-	-	-
-	-	-
-	-	-
246,419,601	34,423,494	140,511,829
-	-	5,970,936
13,538	-	83,190
256,368	37,446	141,852
-	-	-
-	-	-
269,906	37,446	6,195,978
246,149,695	34,386,048	134,315,851
232,263,880	63,198,104	156,569,680
194,228,197	39,362,125	125,255,371
182,119,882	38,629,393	151,065,905
12,188,367	1,108,099	4,177,414
-	-	-
20.195	31.031	32.152
-	-	-
19.769	30.883	31.497
-	-	-
19.085	30.810	30.294
-	-	-
18.429	30.781	29.627
-	-	-
234,798,829	31,923,136	134,130,496

Notes to the Financial Statements

31 July 2007

1. General

The Company is an open-ended investment company constituted in Bermuda on 1 November 1991 and redomiciled in Luxembourg as a SICAV on 31 July 2000.

The Company is a self-managed SICAV under part I of the Luxembourg Law of 20 December 2002 which implements the UCITS III Directives.

The Company comprises various sub-funds each relating to a separate investment portfolio of securities, cash and other assets. Separate classes of Shares are issued in relation to the sub-funds.

As at 31 July 2007, the Company consisted of 5 Currency funds and 2 Bond funds.

The Directors may from time to time close sub-funds as well as add further sub-funds with different investment objectives, subject to the approval of the CSSF.

2. Significant Accounting Policies

The financial statements are prepared in accordance with the Luxembourg legal and regulatory requirements relating to undertakings for collective investments.

SECURITY VALUATION. Investments in securities traded on any stock exchange are valued at the last available price at the time when the valuation is carried out on the principal stock exchange on which such security is traded. Securities dealt on any over the counter market are valued in the same manner. The valuation of short-dated debt transferable securities and money market instruments not traded on a regulated exchange is determined by means of the amortised cost method. Under this method, amortised cost is determined by valuing the security at original cost and thereafter accreting (amortising) the discount (premium) to its nominal value at a constant rate until maturity. All other assets are valued in such manner as the Directors of the Company consider appropriate. The Company does not own any restricted securities, all holdings being quoted on an official market, except where otherwise distinguished in a sub-fund's Schedules of Investments.

BANK DEPOSITS AND CASH AT BANKS. All deposits and cash at bank amounts are carried at face value.

INVESTMENT SECURITY TRANSACTIONS. Investment security transactions are accounted for on the date securities are purchased or sold. The computation of the cost of sales of securities is made on the basis of average cost.

FUTURES. Futures are accounted for on the date of opening or closing of the contract. Subsequent payments are made or received by the portfolio each day, dependent on the daily fluctuations in the value of the underlying index or security which are recorded for financial reporting purposes as unrealised gains or losses by the portfolio. The unrealised gains or losses resulting from futures are included in the Statement of Net Assets and in the Schedule of Investments. The realised gain and loss is based on the First In – First Out method.

FORWARD FOREIGN EXCHANGE CONTRACTS. Forward foreign exchange contracts are valued on the basis of forward exchange rates prevailing at the closing date and applicable to the remaining period until the expiration date. The unrealised gains or losses resulting from forward foreign exchange contracts are included in the Statement of Net Assets and in the Schedule of Investments.

INTEREST RATE SWAPS. Interest receivable and payable on interest rate swap contracts is accrued on a daily basis, and future commitments under the swap are valued at market rates. Interest rate swap contracts are disclosed in the Statement of Net Assets and in the Schedule of Investments.

CREDIT DEFAULT SWAPS. Premiums paid and received on credit default swap contracts to buy or sell protection against a payment default are reflected in the market value, and future commitments under the swap are valued at market rates. Credit default swap contracts are disclosed in the Statement of Net Assets and the Schedule of Investments.

FOREIGN EXCHANGE. The Company's designated currency is USD. Assets and liabilities as at 31 July 2007, have been translated at the prevailing exchange rates on that date. The Directors determine the designated currency of each sub-fund. All transactions denominated in foreign currencies during the period are translated into the sub-fund's designated currency at the exchange rate prevailing on the day of transaction.

BONDS IN ESCROW. Bonds included in the Schedule of Investments can be used as collateral against open derivative exposures. Where this is the case, bonds will be escrowed to prevent them being traded.

FUND SHARE TRANSACTIONS. The issue and redemption price per Share of each sub-fund is the net asset value per Share on the date of trade.

ORGANISATION EXPENSES. Costs incurred in launching new sub-funds will be charged to current operating expenses.

INCOME. Interest income is accounted for on an accruals basis. Dividend income is recognised when the security is quoted ex-dividend.

ZERO COUPON DISCLOSURE. Zero coupon bonds and zero coupon commercial papers are disclosed in the Schedules of Investments at a rate reflecting the actual return.

COMBINED ACCOUNTS. The combined financial statements have been presented in USD and represent the total financial statements of the different sub-funds. Sub-funds stated in currencies other than USD have been converted at exchange rates ruling at the period end.

Notes to the Financial Statements – continued

3. Investment Management Fees and Other Transactions with the Investment Manager or its Affiliates

Pursuant to the Investment Management Agreement dated 31 July 2000 (as amended) and the assignment and amendment agreement dated 4 August 2005, FFML is entitled to a monthly management fee, accrued daily and based on the average total net assets of each sub-fund, at an annual rate of 1.00% for the Currency funds, 0.75% for Bond funds Class A Shares and 0.50% for Bond funds Class Y Shares. FFML may waive any or all of its fees and has agreed to limit the total expenses for the Currency funds for the period ended 31 July 2007, to an annual fixed percentage of 1.25% of average net assets of each sub-fund including custody fees.

Certain officers and Directors of the Company are also directors, officers or employees of Fidelity International Limited or its subsidiaries.

4. Taxation

The Company is not liable to any Luxembourg taxes on income or on realised or unrealised capital gains, or to any Luxembourg withholding tax. It is subject to an annual tax of 0.01% for Currency funds and 0.05% for Bond funds. This tax is calculated and payable quarterly on the net assets of the sub-fund on the last day of each fiscal quarter. Capital gains, dividends and interest may be subject to withholding taxes imposed by the country of origin concerned and such taxes may not be recoverable by the Company or its Shareholders.

5. Swap Contracts

As at 31 July 2007, some sub-funds had commitments outstanding relating to interest rate swap contracts and credit default swap contracts. The net unrealised gain or net unrealised loss position per sub-fund is disclosed in the Statement of Net Assets.

6. Futures Margin

As at 31 July 2007, there were outstanding futures margin amounts in the form of cash balances held at brokers which have been included in the Cash at banks amount shown in the Statement of Net Assets. The following table discloses the breakdown of futures margin cash amounts held at brokers, by sub-fund, as at 31 July 2007.

Sub-fund	Currency	Futures margin
Euro Corporate Bond Fund	EUR	733,844
Euro Short-Term Bond Fund	EUR	10,664

7. Statement of Changes in Investments

A list for each sub-fund, specifying for each investment the total purchases and sales which occurred during the period under review, may be obtained upon request from the Registered Office of the Company or from any of the companies registered as distributors of the Company.

It is possible to receive information about the full holdings of the sub-funds in which you invest, at any point in time. This is available upon request, and may, at our discretion, be subject to you entering into an agreement with FIL to keep the information confidential. If you wish to receive full holdings information in accordance with the policy, please put your request in writing to your usual Fidelity Representative quoting Data Policy Fund Holdings, your name, address and account number or client reference number.

8. For Swiss residents only

Fortis Foreign Fund Services AG, Rennweg 57, 8023 Zurich, Telephone: (41) 58 322 07 67, Fax: (41) 58 322 08 68 is the Representative of the Company in Switzerland and Fortis Banque (Suisse) SA, Zurich branch, Rennweg 57, 8023 Zurich, Telephone: (41) 58 322 07 67, Fax: (41) 58 322 08 68 is the Swiss Paying Agent. The Company's Articles of Incorporation, Prospectus, latest (Semi-) Annual Report and Accounts and Portfolio Changes for the sub-funds can be obtained free of charge from the Representative of the Company in Switzerland.

9. Rates of Exchange

The rates of exchange used for the translation of assets and liabilities into USD assets and liabilities, including securities and foreign currency holdings, as of 31 July 2007 were:

Currency	Exchange rate	Currency	Exchange rate
Australian Dollar (AUD)	1.1639	Pound Sterling (GBP)	0.4911
Euro (EUR)	0.72926	Russian Ruble (RUB)	25.5365
Japanese Yen (JPY)	119.13	Swiss Franc (CHF)	1.2022
Norwegian Krone (NOK)	5.809		

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