

EUR A Non-Distributing

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European Equity

Morningstar Rating™ a a a

Key Facts

ISIN Number	LU0119366440
Domiciled	Luxembourg
Fund Size (Mil)	€3,158.0
Fund Inception	04/07/2000
First Nav Date (A Class)	18/12/2000
Fees and Expenses	
Initial Sales Charge (Max.)	5.00 %
Management Fee	1.50 %

Benchmark

Name	%
MSCI Europe	100

Trailing Returns

as at 28 Sep 2007	Fund %	Benchmark %
1 Month	-0.2	0.7
3 Months	-6.3	-3.8
YTD	3.0	3.7
1 Year	9.5	10.7
3 Years Ann.	16.8	16.2
5 Years Ann.	14.0	13.6

Calendar Year Returns

	Fund %	Benchmark %
2006	15.7	16.5
2005	26.3	22.8
2004	10.1	9.3
2003	12.4	12.8

Latest Update

as at 17 October 2007	
Latest Nav	5.18

Investment Objective

The objective of this Sub-Fund is to achieve capital appreciation over the medium to long-term by investing at least two-thirds of its net assets in a diversified portfolio of equities and equity-linked securities issued by companies established in, operating in or deriving at least two-thirds of their revenue from Europe, which are selected by internal equity research analysts employed by the Investment Manager. Pioneer Investments' equity analysts utilise an investment process that is active, bottom-up and research driven. The selection process is driven by fundamental research and is not intended to be sector specific.

Sector Weightings

Sector	%
Financials	26.6
Energy	10.0
Cons Disc	9.9
Consumer Staples	9.6
Industrials	9.4
Materials	9.1
Health Care	7.8
Telecoms	7.3
Utilities	6.3
Others	4.1

Country Breakdown

Country	%
U.K.	38.1
France	19.6
Germany	12.9
Switzerland	8.3
Netherlands	5.1
Italy	4.8
Sweden	3.9
Belgium	2.2
Norway	1.4
Others	3.7

Top 10 Holdings

Name	Sector	Country	%
Royal Bank of Scotland Group PLC	Financials	GB	4.0
Royal Dutch Shell PLC	Energy	GB	3.9
BNP Paribas	Financials	FR	3.3
Credit Suisse Group	Financials	CH	3.1
BHP Billiton PLC	Materials	GB	2.8
Holcim Ltd	Materials	CH	2.8
Siemens AG	Industrials	DE	2.7
Allianz Se	Financials	DE	2.7
Vodafone Group PLC	Telecoms	GB	2.4
UniCredito Italiano SpA	Financials	IT	2.4

Portfolio analysis

Total Number of Holdings	79
Assets in Top 10 Holdings	30.0 %

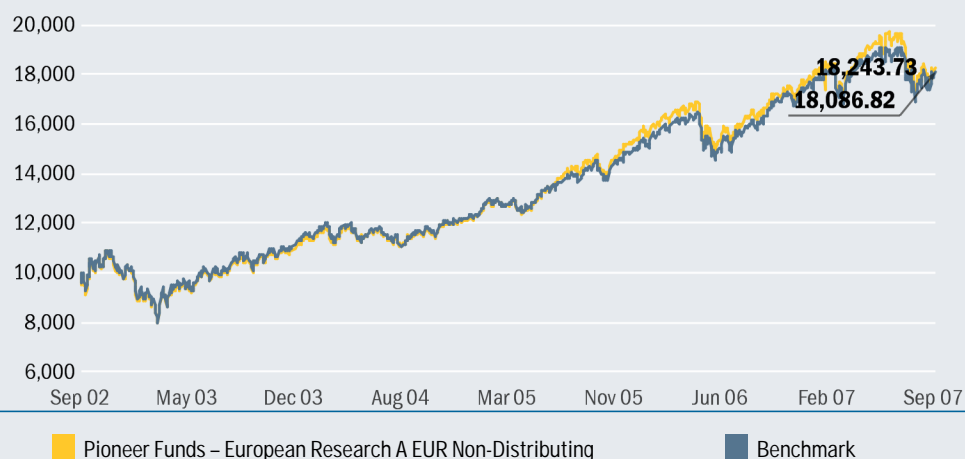
Investment Valuation

Price/Book	3.00
Price/Earnings	15.32
Price/Cash Flow	9.93

Risk Analysis

Sharpe Ratio (3 Years)	1.04
Standard Deviation (3 Years)	12.25 %
R-Squared	0.9828
Beta	1.0770
Alpha	-1.35 %

Growth of 10,000 EUR



Comment

European equity markets were volatile during the third quarter and ended the period lower in absolute terms. Problems in the subprime mortgage market in the US precipitated a dramatic shift in investors' risk tolerance leading to widespread selling across the equity market with Financial sectors and cyclical companies with exposure to developed markets faring worst. Amid fears that difficulties in the US subprime mortgage market might begin to hurt the broader economic environment, the Federal Reserve cut US interest rates by 0.50% to 4.75% in September. In Europe, the European Central Bank postponed raising interest rates amid the ongoing turbulence in financial markets.

Pioneer Funds – European Research performance lagged the benchmark in the period. The Industrials sector was a key area of weakness. Our position in Wolsley held back returns as shares fell sharply due to the ongoing slowdown in the US housing market, where Wolsley has exposure through a subsidiary. Corporate Express also detracted, after reporting disappointing second quarter results. Our holdings in the Financial sector also detracted, as Royal Bank of Scotland continued to be punished for its ABN Amro bid, although we believe this may be unjustified as, if it is successful, the effect should be value neutral at worst. On the positive side, our holdings in the Materials sector supported performance, in particular, our position in BHP Billiton made a positive contribution as its share values rose on the back of speculation surrounding a possible merger with Alcoa. The Telecommunications sector was another positive contributor, with holdings in Inmarsat and OTE Hellenic Telecom performing well.

In our view, European equity markets continue to offer attractive valuation opportunities, while management teams remain committed to enhancing shareholder returns through higher dividends and share buybacks. Nevertheless, volatility is likely to remain a factor, as investors continue to closely watch economic developments in the US.

30 September 2007

About The Investment Team

We have a team-based approach to the management of the equity research portfolios. Our Equity Analysts manage the research portfolios directly implementing their best investment ideas based on their independent proprietary research. This Portfolio is supervised by the Head of European Equity Research, Jeremy James. Jeremy joined Pioneer Investments in 1999. In 2002 he was named fifth "Top European Fund Manager or Buyside Analyst" by Extel, ranked against all buyside professionals in Europe.

Notes

'Latest NAV' refers to the NAV struck at 18.00 CET on the last working day prior to the date of publication.

Unless otherwise stated, all information is correct as at 28 September 2007.

Risk Analysis data is based on Class E Units, which are only offered for public sale in Italy.

Ratings: Morningstar and Standard & Poor's rating agencies respectively.

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

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