

EUR A Non-Distributing

€

Global and Emerging Bond

**Key Facts**

ISIN Number	LU0190649722
Domiciled	Luxembourg
Fund Size (Mil)	€117.4
Fund Inception	18/06/2004
First Nav Date (A Class)	18/06/2004
<b>Fees and Expenses</b>	
Initial Sales Charge	Max. 5.00%
Management Fee	1.20 %

**Benchmark**

Name	%
ML Global High Yield and Emerging Markets Plus	100

**Trailing Returns**

as at 31 Mar 2008	Fund %	Benchmark %
1 Month	-4.8	-4.1
3 Months	-10.1	-8.9
YTD	-10.1	-8.9
1 Year	-18.7	-15.8
3 Years Ann.	-1.7	0.1
5 Years Ann.	-	-

**Calendar Year Returns**

	Fund %	Benchmark %
2007	-7.7	-6.1
2006	-1.1	1.0
2005	20.2	19.5

**Latest Update**

as at 28 April 2008	
Latest Nav	51.59

**Investment Objective**

The objective of this Sub-Fund is to maximise total return through a combination of income and capital appreciation by investing primarily i.e. at all times at least 50% of its net assets, in high yield (below Investment Grade) debt securities, and in preferred stocks of U.S. and non-U.S. Issuers, including governmental and corporate issuers in emerging markets.

**Instruments**

Issuer	%
Corporates	95.4
Asset Backed	2.5
Convertibles	1.2
Gov/Agency	0.7
Other	0.2

**Net Currency Exposure**

Currency	%
US Dollar	85.1
Euros	13.8
Norwegian Krone	0.4
Pound Sterling	0.4
Brazilian Real	0.4

**Credit Rating**

Quality / Rating	%
AAA	1.5
AA	0.4
BBB	0.7
BB	21.3
B and Below	71.5
Not Rated	4.6

**Top 10 Holdings**

Issuer	Coupon %	Maturity	Rating	Duration	%
Ineos Group Holding	7.88	15/02/2016	B-	7.1	1.8
FIRST DATA CORP	9.88	24/09/2015	B	0.8	1.5
Gc Impsat Hldgs	9.88	15/02/2017	B-	6.6	1.3
True Move Co Ltd	10.75	16/12/2013	B	5.1	1.2
Codere Finance Luxembourg SA	8.25	15/06/2015	B	6.1	1.1
Bulgaria Steel Finance BV	12.00	04/05/2013	-	4.9	1.1
Presidential Life Co	7.88	15/02/2009	B	4.5	1.0
*CA COMMUNITY HEALTH	8.88	15/07/2015	B	5.8	1.0
TXU ENERGY CO	10.25	01/11/2015	CCC	2.8	1.0
NCO GROUP 144A	11.88	15/11/2014	B-	7.0	0.9

**Portfolio analysis**

Total Number of Holdings	289
Assets in Top 10 Holdings	11.9 %

Modified Duration	4.2
Average Credit Quality	B
Annualised dividend yield (A Distrib.)	8.87 %

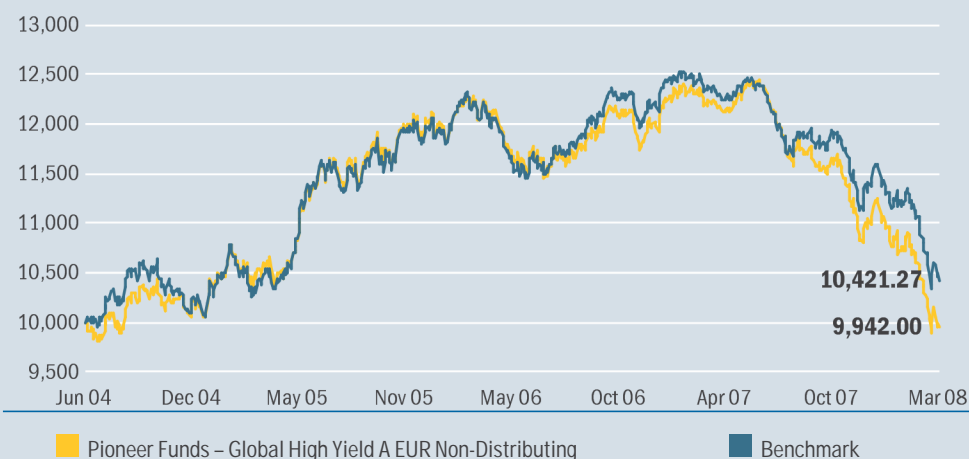
**Country Breakdown**

Country	%
United States	56.1
Netherlands	6.0
U.K.	4.6
Luxembourg	4.1
Argentina	4.0
South Africa	3.1
Brazil	2.6
Norway	2.4
Canada	2.1
Others	15.1

**Risk Analysis**

Sharpe Ratio (3 Years)	Neg
Standard Deviation (3 Years)	6.94 %
R-Squared	0.9459
Beta	1.0019
Alpha	-0.14 %

## Growth of 10,000 EUR



## Comment

Deteriorating economic data, the broadening credit crisis and a flight to quality dominated first quarter sentiment. In March, credit markets stabilised following the Federal Reserve's (the Fed) bailout of Bear Stearns and its liquidity-bolstering measures. The Fed twice cut the target rate to 2.25% and the 10-year Treasury yield declined. US high yield fell, as spreads widened. In US dollar terms, emerging market sovereigns and corporates returned 0.62% and 1.52%, respectively, and European high yield returned 0.63%. In local currency terms, emerging markets sovereigns and corporates returned 0.33% and 0.14%, respectively, while European high yield lost. The S&P 500 Index lost and the US dollar experienced a severe drop versus most currencies.

Pioneer Funds - Global High Yield underperformed its benchmark during the quarter. Sector exposures, including our Energy overweight and Media underweight, and security selection helped performance. The primary factors that hurt performance were our non-US dollar currency underweight and our overweight to US high yield versus emerging markets. Securities contributing to performance included Bulgaria Steel, Cell C and Sibacademfinace. Detractors from performance included Neo-China, Aventine and Angiotech.

Tighter credit and slowing consumer demand may reduce 2008 US growth to approximately 1%. The Fed's rate cuts and liquidity actions combined with the fiscal stimulus package may boost second and third quarter growth. After recognising the bulk of their write-downs and with the benefit of the positively sloped yield curve, banks should begin to repair their balance sheets by the third and fourth quarters.

We favour high yield over emerging markets, and, within emerging markets, we favour corporates over sovereigns. Our non-US dollar positions are at relative lows, as we believe that the UK and European economies may slow down. With US high yield spreads currently at 770 basis points, investors are compensated for a 13% default rate versus the current 1.5% level and our twelve-month estimate of 4% to 5%.

31 March 2008

## About The Investment Team

Pioneer Funds - Global High Yield is managed by the US Fixed Income team with Ken Taubes as the Director of US Fixed Income Investments. Ken has over 20 years of investment experience. Prior to joining Pioneer Investments in 1998, Ken was a Senior Portfolio Manager at Putnam Investments and the Treasurer of Home Owners Savings Bank. He is a member of the Financial Executives Institute, the Treasurers' Club of Boston and the Bond Analysts Society of Boston. Ken holds a BS (Bachelor of Science) from Utica College of Syracuse University and an MBA from Suffolk University, which he attained in 1980 and 1985 respectively.

## 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 31 March 2008. 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.

Pioneer Funds – Global High Yield (the "Sub-Fund") is a sub-fund of Pioneer Funds (the "Fund"), a fonds commun de placement with several separate sub-funds established under the laws of the Grand Duchy of Luxembourg. The Units of the Sub-Fund may not be offered for sale in the United States of America, or in any of its territories or possessions subject to its jurisdiction or to/for the benefit of a United States Person. No offer of any interest in any product will be made in any jurisdiction in which the offer, solicitation or sale is not authorised, or to any person to whom it is unlawful to make such offer, solicitation or sale. Not all unit classes are available in all countries.

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.

## Disclaimer

The information contained herein is from Pioneer Investments except where otherwise stated. Unless otherwise stated, all views expressed are those of Pioneer Investments. These views are subject to change at any time based on market and other conditions and there can be no assurances that countries, markets or sectors will perform as expected. Past performance does not guarantee future results. Investments involve certain risks, including political and currency risks. Investment return and principal value may go down as well as up and could result in the loss of all capital invested. Each investor should read the prospectus carefully before investing. This material is not a prospectus and does not constitute an offering of investment fund units. For additional information on the Sub-Fund/Fund a free prospectus and/or simplified prospectus (where applicable) should be requested from Pioneer Global Investments Limited, 1 George's Quay Plaza, George's Quay, Dublin 2. Call + 353 1 480 2000. Fax + 353 1 449 5000.

This document is not intended for and no reliance can be placed on this document by retail clients, to whom the document should not be provided. For Broker/Dealer use only and not to be distributed to the public.

The content of this document is approved by Pioneer Global Investments Limited.

In the UK, it is directed at market counterparties and intermediate customers and not at private customers and it is approved for distribution by Pioneer Global Investments Limited (London Branch), 123 Buckingham Palace Road, Victoria, London SW1W 9SL, authorised by the Financial Regulator in Ireland and regulated by the Financial Services Authority for the conduct of UK business. The Sub-Fund/Fund mentioned in this document is an unregulated collective investment scheme under the UK Financial Services and Markets Act 2000, and therefore does not carry the protection provided by the UK regulatory system.

Pioneer Investments is a trading name of the Pioneer Global Asset Management S.p.A. group of companies.