

EUR A Non-Distributing

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Global Equity

Key Facts

ISIN Number	LU0119369972
Domiciled	Luxembourg
Fund Size (Mil)	€203.5
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	%
FTSE4Good Global	100

Trailing Returns

as at 31 Dec 2007	Fund %	Benchmark %
1 Month	-1.0	-1.4
3 Months	-8.1	-6.0
YTD	-8.1	-5.7
1 Year	-8.1	-5.7
3 Years Ann.	8.3	7.0
5 Years Ann.	6.2	6.4

Calendar Year Returns

	Fund %	Benchmark %
2006	11.8	7.1
2005	23.7	21.2
2004	1.3	3.2
2003	5.0	8.0

Latest Update

as at 31 January 2008	
Latest Nav	3.65

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 that fulfill certain ethical criteria. These criteria include: companies whose products and services contribute towards a safe and healthy environment; those that divert capital away from environmentally destructive businesses and those that engage in socially responsible behaviour.

Sector Weightings

Sector	%
Financials	20.2
IT	18.7
Telecoms	9.6
Health Care	9.3
Materials	9.2
Industrials	8.7
Energy	8.4
Cons Disc	8.0
Consumer Staples	4.3
Others	3.6

Country Breakdown

Country	%
United States	27.6
U.K.	22.6
France	8.8
Japan	8.3
Switzerland	5.8
Norway	4.9
Germany	4.9
Italy	3.7
Spain	2.6
Others	10.9

Top 10 Holdings

Name	Sector	Country	%
Vodafone Group PLC	Telecoms	GB	3.5
Microsoft Corp	IT	US	3.3
HSBC Holdings PLC	Financials	GB	3.2
3M Co	Industrials	US	2.9
Yara International ASA	Materials	NO	2.8
Repsol YPF SA	Energy	ES	2.6
Royal Dutch Shell PLC	Energy	GB	2.6
Merck & Co Inc	Health Care	US	2.5
Eutelsat Communications	Telecoms	FR	2.5
Telecom Italia SpA	Telecoms	IT	2.4

Portfolio analysis

Total Number of Holdings	66
Assets in Top 10 Holdings	28.3 %

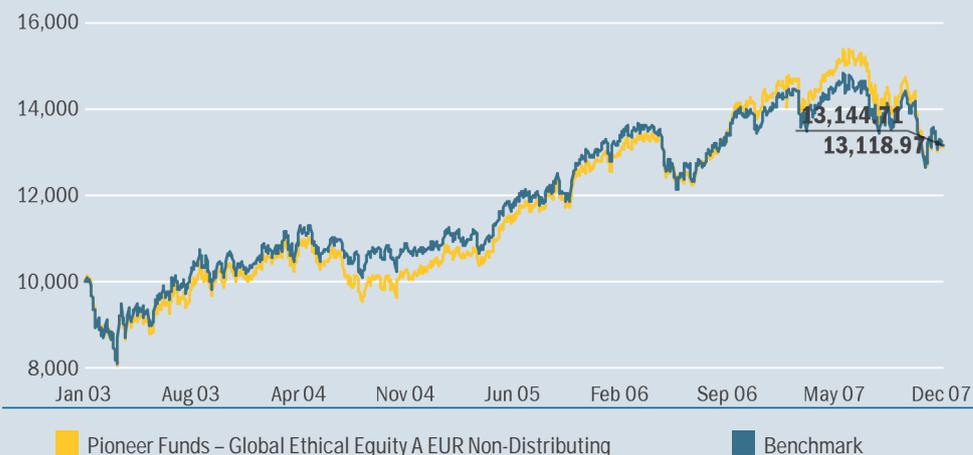
Investment Valuation

Price/Book	3.37
Price/Earnings	16.60
Price/Cash Flow	10.94

Risk Analysis

Sharpe Ratio (3 Years)	0.84
Standard Deviation (3 Years)	9.78 %
R-Squared	0.9558
Beta	1.0357
Alpha	3.27 %

Growth of 10,000 EUR



Comment

Global equity markets lost ground as volatile market conditions continued into the fourth quarter. Significant asset write-offs among global financial companies related to subprime mortgages in the US and tightening credit markets continued to undermine investor confidence. This led to widespread selling across the equity market with Financial sectors and cyclical companies exposed to developed markets faring worst.

Pioneer Funds - Global Ethical Equity lagged its benchmark during the fourth quarter, as holdings in Insurance, Pharmaceuticals and Information Technology disappointed. The ongoing effects of problems in the US Subprime Mortgage sector continued to impact financial groups, most notably in the US where Citigroup and Merrill Lynch, both Portfolio holdings, announced large writedowns on assets linked to this area. In addition, our positions in the insurance companies, MBIA and Swiss Re, which offered protection to investors against losses on bonds linked to mortgages, declined sharply as losses announced elsewhere in the Financial sector accumulated. We sold our position in MBIA, which was hardest hit, early in the period. Elsewhere, our position in Vertex Pharmaceuticals weakened on reports that an alternative to its key experimental hepatitis C treatment from Roche had proven successful in a clinical study. Positive areas for returns included the Materials sector, where a position in fertiliser company, Yara International, a direct beneficiary of higher crop prices and planting to meet rising food and bio fuels demand, worked particularly well. Our exposure to Hong Kong real estate through Henderson Land Development was positive, as US interest rate cuts enhanced the outlook for local property values.

In our view, global equities remain an attractive asset class, although the outlook is more moderate than in previous years amid higher potential risks. In absolute terms, valuations remain a strong point for global equities, which continue to trade cheaply compared to long-term averages.

31 December 2007

About The Investment Team

Andrea Salvatori is the lead portfolio manager for Pioneer Funds – Global Ethical Equity. He has been a member of the Global Equity team since 1999. Prior to joining Pioneer Investments in 1999, Andrea worked with UBS and with JP Morgan as an Assistant Portfolio Manager. Andrea holds a Degree in Economics and Financial Markets from the University of Pisa and has studied at the London School of Economics.

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 December 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.

Pioneer Funds – Global Ethical Equity (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.

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