

COMMISSION de SURVEILLANCE
du SECTEUR FINANCIER

CSSF
NEWSLETTER

No. 112

May 2010



NEWS

The CSSF recently published the following documents on its website:

Customer complaints

The document "**FAQ - Complaints**" is available at: <http://www.cssf.lu/index.php?id=75&L=1>.

PFS: Procedure

This new section contains the following documents:

- **Questions / réponses relatives à l'obtention d'un agrément en tant que « PSF »**
- **Explications concernant la procédure d'agrément de « PSF »**
- **Liste des renseignements complémentaires pour l'agrément en tant qu'administration centrale d'OPC**
- **Déclaration sur l'honneur**

These documents are available at: <http://www.cssf.lu/index.php?id=271&L=1>.

SICAR

The document "**Information request for authorization**" shall be filled in for every authorisation request as SICAR at the CSSF. It may be downloaded at: <http://www.cssf.lu/index.php?id=276&L=1>.

Forms

The documents "**Declaration of honor for legal person**" and "**Declaration of honor for natural person**" are available at: <http://www.cssf.lu/index.php?id=270&L=1>.

FAQ on guidelines concerning the remuneration policies in the financial sector.

The document "**FAQ on guidelines concerning the remuneration policies in the financial sector**" is available at: <http://www.cssf.lu/index.php?id=277&L=1>.

NATIONAL REGULATION

Circular CSSF 10/458

The purpose of Circular CSSF 10/458 is to remind all entities concerned to apply enhanced due diligence for every business relationship or transaction with a natural or legal person from the Democratic People's Republic of Korea.

Circular CSSF 10/457

The purpose of Circular CSSF 10/457 is to introduce, in addition to the dispatch in paper form, the electronic transmission of the long form report and the management letter *via* a secured E-File or Sofie channel or *via* a classic e-mail (please note that the reporting person has sole responsibility when using an unsecured electronic mail).

Circular CSSF 10/456

The purpose of Circular CSSF 10/456 is to list the practical rules that entities must observe when search warrants are notified to them. These rules are necessary in order to establish a proper cooperation between the professionals of the financial sector and the judicial authorities during national pretrial proceedings and during the execution of international letters rogatory. They also contribute to the repute of the Luxembourg financial centre.

Circular CSSF 10/451

The purpose of Circular CSSF 10/451 is to amend the regime of large exposures reporting. The CSSF requires from now on that investment firms report all their risks, including those with a 0% risk weight, in their large exposures reporting.

The circular also extends the application of capital floors laid down in points 3, 4, 7 and 8 of Part XX of Circular CSSF 07/290 until 31 December 2011.

Finally, the circular informs the investment firms about the new regime applicable to large exposures of institutions as from 31 December 2010 which will allow them to take the necessary measures in order to comply with the new rules.

Circular CSSF 10/450

The purpose of Circular CSSF 10/450 is to amend the regime of large exposures reporting. The CSSF requires from now on that credit institutions report all their risks, including those with a 0% risk weight, in table B 2.3 (and, where applicable, in table B 6.3).

This circular also extends the application of capital floors laid down in points 3, 4, 7 and 8 of Part XX of Circular CSSF 06/273 until 31 December 2011.

Finally, this circular informs the credit institutions about the new regime applicable to inter-bank large exposures as from 31 December 2010 which will allow them to take the necessary measures in order to comply with the new rules.

PRESS RELEASES

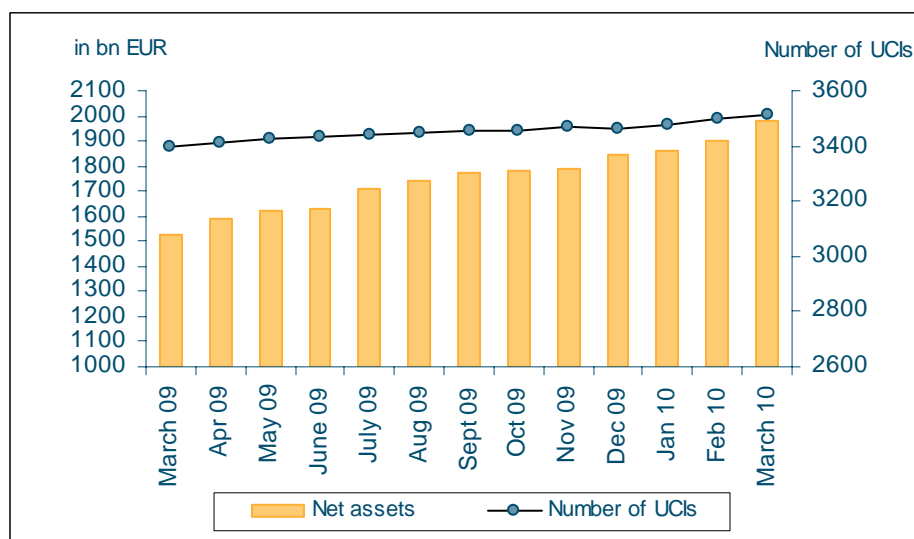
■ GLOBAL SITUATION OF UNDERTAKINGS FOR COLLECTIVE INVESTMENT AND SPECIALISED INVESTMENT FUNDS AT THE END OF MARCH 2010

Press release 10/10 of 14 May 2010

I. Overall situation

As at 31 March 2010, total net assets of undertakings for collective investment and specialised investment funds reached EUR 1,980.538 billion compared to EUR 1,897.934 billion as at 28 February 2010, i.e. a 4.35% growth over one month. Over the last twelve months, the volume of net assets increased by 29.74%.

Overall, the Luxembourg UCI industry registered a positive variation amounting to EUR 82.604 billion during March. This positive variation is composed of EUR 62.756 billion (+3.31%) resulting from the positive impact of the financial markets and EUR 19.848 billion (+1.04%) originating from positive net issues.



The number of undertakings for collective investment (UCI) and specialised investment funds (SIFs) taken into consideration totalled 3,516 as against 3,498 in the previous month. A total of 2,149 entities have adopted an umbrella structure, which represents 11,146 sub-funds. When adding the 1,367 entities with a traditional structure to the previous figure, a total of 12,513 entities are active in the financial centre.

Due to improved economic data in the world economy, all categories of equity UCIs registered positive performances during March.

The increase in the investors' risk appetite resulted in positive net issues for most categories of equity UCIs.

Development of equity UCIs during the month of March 2010*

	Market variation	Net issues
Global market equities	6.27%	0.81%
European equities	6.47%	-0.39%
US equities	6.61%	2.37%
Japanese equities	6.31%	4.19%
Eastern Europe equities	12.33%	0.86%
Asian equities	6.71%	0.75%
Latin American equities	8.09%	1.25%
Other equities	7.94%	2.73%

* Variation in % of net assets as compared to the previous month

On the European government bond market, the yield differences generally remained stable in March, except for bonds issued by Greece which registered a new increase in risk premiums. Only the announcement by the eurozone countries that Greece will receive help in case of emergency allowed a slight amortisation of the volatility of risk premiums for Greek bonds.

On the U.S. government bond market, the abundant offer arising from the need to finance the American budgetary deficit, could not be absorbed by a sufficient demand, in March, resulting in a fall of the U.S. bond prices.

The private sector bond prices registered a decline in risk premiums compared to the sovereign bonds as well as a rise in prices of this market.

All categories of bond UCIs registered positive net issues, in particular UCIs investing in USD-denominated bonds and UCIs investing in high yield bonds.

Development of fixed-income UCIs during the month of March 2010*

	Market variation	Net issues
EUR money market	0.06%	-2.67%
USD money market	0.70%	0.17%
Global market money market	0.49%	-1.34%
EUR-denominated bonds	0.61%	0.42%
USD-denominated bonds	1.03%	5.01%
Global market bonds	1.58%	2.12%
High Yield bonds	3.76%	8.91%
Others	2.12%	1.97%

* Variation in % of net assets as compared to the previous month

As regards the foreign exchange market, the announcement of a support plan for Greece in case of emergency by the eurozone countries contributed to a certain stabilisation of the EUR compared to USD.

However, with a loss of nearly 4% compared to EUR, JPY is among the currencies which suffered the greatest depreciation in March. Consequently, Luxembourg UCI categories investing in JPY-denominated securities were negatively impacted by this depreciation.

The development of net assets of Luxembourg diversified income UCIs and of funds of funds during the month of March is illustrated in the table below:

Diversified income UCIs and funds of funds during the month of March 2010*

	Market variation	Net issues
Diversified UCIs	3.35%	1.36%
Funds of funds	3.77%	0.72%

* Variation in % of net assets as compared to the previous month

II. Breakdown of the number and the net assets of UCIs according to Parts I and II of the 2002 law and SIFs

	PART I UCIs		PART II UCIs		SIFs		TOTAL	
	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)
31/12/2006	1,469	1,516.540 €	552	249.916 €	217	78.394 €	2,238	1,844.850 €
31/01/2007	1,482	1,558.650 €	556	256.698 €	222	80.462 €	2,260	1,895.810 €
28/02/2007	1,490	1,568.660 €	561	259.029 €	227	81.018 €	2,278	1,908.707 €
31/03/2007	1,457	1,580.732 €	563	265.013 €	228	81.615 €	2,248	1,927.360 €
30/04/2007	1,461	1,613.851 €	571	269.882 €	244	83.263 €	2,276	1,966.996 €
31/05/2007	1,469	1,660.616 €	578	277.244 €	255	86.802 €	2,302	2,024.662 €
30/06/2007	1,492	1,675.029 €	584	283.491 €	276	88.502 €	2,352	2,047.022 €
31/07/2007	1,519	1,676.027 €	586	285.907 €	302	91.043 €	2,407	2,052.977 €
31/08/2007	1,538	1,649.820 €	585	288.727 €	337	96.757 €	2,460	2,035.304 €
30/09/2007	1,547	1,668.478 €	588	289.818 €	366	100.848 €	2,501	2,059.144 €
31/10/2007	1,599	1,713.963 €	608	297.171 €	411	112.385 €	2,618	2,123.519 €
30/11/2007	1,639	1,652.126 €	618	294.554 €	504	117.117 €	2,761	2,063.797 €
31/12/2007	1,653	1,646.341 €	643	295.939 €	572	117.115 €	2,868	2,059.395 €
31/01/2008	1,662	1,539.494 €	653	293.197 €	617	118.450 €	2,932	1,951.141 €
29/02/2008	1,680	1,543.385 €	654	296.900 €	638	122.560 €	2,972	1,962.845 €
31/03/2008	1,700	1,480.352 €	663	292.614 €	649	122.479 €	3,012	1,895.445 €
30/04/2008	1,733	1,541.312 €	675	296.483 €	675	126.281 €	3,083	1,964.076 €
31/05/2008	1,736	1,566.198 €	678	303.800 €	691	126.961 €	3,105	1,996.959 €
30/06/2008	1,755	1,480.895 €	682	292.539 €	716	128.658 €	3,153	1,902.092 €
31/07/2008	1,784	1,471.973 €	688	292.279 €	748	132.105 €	3,220	1,896.357 €
31/08/2008	1,817	1,487.918 €	695	293.025 €	772	137.050 €	3,284	1,917.993 €
30/09/2008	1,827	1,375.104 €	699	285.360 €	796	136.232 €	3,322	1,796.696 €
31/10/2008	1,845	1,243.344 €	701	270.891 €	805	132.793 €	3,351	1,647.028 €
30/11/2008	1,840	1,206.535 €	709	265.744 €	815	131.958 €	3,364	1,604.237 €
31/12/2008	1,826	1,169.389 €	708	259.809 €	837	130.455 €	3,371	1,559.653 €
31/01/2009	1,837	1,183.116 €	710	252.878 €	851	135.540 €	3,398	1,571.534 €
28/02/2009	1,838	1,149.100 €	709	246.367 €	855	134.824 €	3,402	1,530.291 €
31/03/2009	1,840	1,154.891 €	698	240.229 €	858	131.443 €	3,396	1,526.563 €
30/04/2009	1,847	1,213.147 €	697	240.906 €	871	138.879 €	3,415	1,592.932 €
31/05/2009	1,849	1,243.508 €	693	235.626 €	883	140.135 €	3,425	1,619.269 €
30/06/2009	1,846	1,255.762 €	691	232.770 €	898	142.724 €	3,435	1,631.256 €
31/07/2009	1,848	1,327.841 €	684	234.610 €	906	143.579 €	3,438	1,706.030 €
31/08/2009	1,851	1,360.316 €	678	232.282 €	920	146.819 €	3,449	1,739.417 €
30/09/2009	1,849	1,394.016 €	670	229.669 €	938	150.149 €	3,457	1,773.834 €
31/10/2009	1,844	1,399.816 €	664	227.254 €	946	150.458 €	3,454	1,777.528 €
30/11/2009	1,858	1,415.274 €	651	221.603 €	964	152.033 €	3,473	1,788.910 €
31/12/2009	1,843	1,465.743 €	649	221.203 €	971	154.047 €	3,463	1,840.993 €

31/01/2010	1,842	1,477.013 €	649	220.250 €	989	163.425 €	3,480	1,860.688 €
28/02/2010	1,843	1,511.384 €	646	221.532 €	1,009	165.018 €	3,498	1,897.934 €
31/03/2010	1,847	1,584.238 €	643	226.268 €	1,026	170.032 €	3,516	1,980.538 €

■ ANNUAL REPORT 2009 OF THE COMMISSION DE SURVEILLANCE DU SECTEUR FINANCIER (CSSF):

Press release 10/09 of 29 April 2010

SATISFACTORY RESULTS OF THE FINANCIAL CENTRE DESPITE THE CRISIS

In the 2009 Annual Report, the CSSF notes that, overall, the Luxembourg financial centre ended the financial year 2009 with satisfactory results despite the direct and indirect effects of the financial and economic crisis which did not spare the Grand Duchy. However, this improvement does not mean that the difficult times are over. Now, the lessons learned from the crisis must be applied and solid and diversified bases shall be put in place in order that the financial centre reaches a sustainable growth again.

The 2009 trends for the different segments of the financial centre may be summarised as follows.

438 international meetings

The preparation of new prudential rules which take into account the acquired experience, mainly in relation to the financial crisis and the standardisation of the existing regulations remain the main objectives of the international meetings in the framework of European (CEBS, CESR, CEIOPS, etc.) and international (Basel Committee on banking supervision, OICV, etc.) forums. Greater emphasis is also given to enhanced cooperation between competent authorities with the implementation of colleges of supervisors.

Therefore, the supervisory work on the international level requires more and more resources which is proved, among others, by the increasing number of meetings in which the CSSF participates.

149 credit institutions

Balance sheet total: EUR 792.6 billion

Net profit: EUR 2.740 million

The number of banks decreased by 3 entities to 149 as at 31 December 2009. During the year, five banks started their activities while two banks merged with other banks of the financial centre and six banks terminated their activities.

As a consequence of the financial crisis, the banks adapted and consolidated the structure of their balance sheet and reduced the risk-weighted assets which resulted in a 17.9% drop in the aggregated balance sheet total of the financial centre. Net profit of the Luxembourg banking sector reached EUR 2,740 million in 2009. This remarkable improvement compared to the historically low results of the previous year is mainly explained by the substantial decline in the creation of provisions. However, it should be borne in mind that there are great differences between the banks, 47% of which suffered a decrease in their net profit at the end of their financial year compared to 2008.

3,463 UCIs

12,232 units

Total net assets: EUR 1,841.0 billion

In 2009, the UCI sector registered an 18.04% growth in net assets managed originating for 30% from the net issues and for 70% from the increase in stock exchanges. The net capital investments in Luxembourg UCIs which amounted to EUR 84.4 billion in 2009 reflect the return of investors' confidence in the markets.

The number of UCIs grew by 2.73% during the year. This growth mainly results from the continuing boom of the specialised investment funds which represent 28.0% of the total number of UCIs (as regards assets managed, they represent 8.4%). When considering umbrella funds, a total of 12,232 economic entities were active on 31 December 2009, i.e. a 0.8% decrease compared to the end of 2008 due to a consolidation trend.

192 management companies

The number of management companies authorised in accordance with chapter 13 of the law of 20 December 2002 relating to undertakings for collective investment increased from 189 as at 31 December 2008 to 192 at the end of 2009. The management companies focus more on the activity of collective management and abandon slowly the ancillary activities set out in the law.

15 pension funds

The pension funds sector registered a slight improvement after several years of stagnation, following the authorisation of two new pension funds in 2009. However, the cross-border activities of Luxembourg pension funds did not develop further yet.

236 SICARs

Balance sheet total: EUR 18.09 billion

The number of investment companies in risk capital (SICAR) continued to increase, but there was, nevertheless, a downturn in the growth in 2009. As regards the investment policy, the SICARs were slightly more inclined towards private equity.

23 authorised securitisation undertakings

The slow but ongoing development of the securitisation activity continued with 4 new securitisation undertakings authorised in 2009. Since the role of securitisation techniques was put forward several times in the context of the financial crisis, the CSSF will include the lessons learned from the crisis for the authorisation and supervision of securitisation undertakings.

286 PFS (110 investment firms, 102 other PFS, 74 support PFS)

Balance sheet total: EUR 22.46 billion

Net profit: EUR 1,577.04 million

With 42 new entities and 22 withdrawals in 2009, the PFS sector continued attracting new promoters. The positive development in the number is mainly attributable to PFS other than investment firms and, to a lesser extent, to support PFS.

The balance sheet total of PFS reached EUR 22,456 million as at 31 December 2009 against EUR 62,676 million at the end of 2008, i.e. an annual decrease of 64.17%. This important fall mainly results from the withdrawal, in 2009, of a professional performing securities lending which had a significant balance sheet total.

However, the net profit of PFS substantially rose by 77.07% over a year. The recovery of the financial markets is one element which allowed investment firms to register an overall increase in net results. This positive development in the difficult context of 2009 was also influenced by a significant rise in the results of an entity active as a professional performing credit offering. Support PFS suffered more and registered a decrease in net results compared to 2008.

Total employment in the supervised establishments: 42,213 people

(of which banks: 26,420 people, PFS: 13,485 people, management companies: 2,308 people)

The employment fell by 2.3%, i.e. by 983 people due to the crisis. However, depending on the category of actors of the financial centre, the situation diverges.

Almost 80% of the decrease is attributable to banking employment which fell to 26,420 people (-785 jobs or -2.9%) following the economic restructuring and the measures to reduce the costs generated by the financial crisis. Nevertheless, 61.1% of the banks maintained or even increased their staff in 2009. Indeed, the current market state offers opportunities to fill vacancies needed internally which was difficult to do during the previous months.

The number of staff for PFS also suffered a slight decrease (-120 jobs or -0.9%). These job losses concerned some support PFS and could not be compensated by the creation of employment in the PFS newly authorised during the year.

Employment in management companies remained, however, stable in 2009.

1.2 million of trades reported

1,406 prospectuses, base prospectuses and other documents approved

750 supervised issuers

In 2009, the CSSF received, among others, 1.2 million trade reports in the context of the supervision of securities markets.

Moreover, under the law on market abuse, the CSSF received eight suspicious transaction reports and dealt with eleven suspicious transaction reports transmitted by foreign authorities.

The number of files submitted in Luxembourg for the approval of prospectuses to be published when securities are offered to the public or admitted to trading on a regulated market decreased by 40.6% in 2009 due, among others, to the financial crisis. However, in the light of the increasing complexity of the transaction structures and of the relevant deposited documents and due to the increasing number of files relating to structured products, the amount of work did not lessen.

The CSSF exercises the supervision of issuers whose transferable securities are admitted to trading on a regulated market and for which Luxembourg is the home Member State for the purposes of the Transparency law. Their number reached 750, of which 233 Luxembourg issuers.

Public oversight of the audit profession

The law of 18 December 2009 confers to the CSSF the mission of public oversight of the audit profession. This mission includes the implementation of a quality assurance system which shall apply to all "réviseurs d'entreprises agréés" [approved statutory auditors] and approved audit firms for the statutory audit of accounts and for all other missions which are exclusively conferred to them by the law.

284 customer complaints

By virtue of its specific task of mediating as regards handling of customer complaints, the CSSF received 284 complaints during 2009, i.e. a substantial increase of 22.4% compared to 2008. A great part of these complaints concerned transactions relating to transferable securities resulting from the crisis which affected investors.

The 2009 Annual Report is available free of charge at the CSSF, L-2991 Luxembourg, e-mail: direction@cssf.lu on request. It is also available for download on the website www.cssf.lu. An English version of the report will be published on the website in July 2010.

■ PROFIT AND LOSS ACCOUNT OF CREDIT INSTITUTIONS AS AT 31 MARCH 2010

Press release 10/08 of 20 April 2010

Based on provisional figures¹, the Commission de Surveillance du Secteur Financier estimates result before provisions of the Luxembourg banking sector at EUR 1,529 million as at 31 March 2010. Compared to the first quarter of 2009, the result before provisions thus decreases by 5.5%.

The decrease in the balance sheet total and the development of market conditions over a year lead to a reduction in the interest-rate margin by 26.7%. This significant decrease of recurring income is amortised to a fifth by the upward development of commission income. Their 10% progression is relevant in the context of the recovery of stock market values which increased the price of assets under management used as basis for the calculation of management fees. Like in the previous quarters, the other net income benefits from the increase in value of financial assets which allows a few isolated banks to announce important results in comparison to last year. The increase of this largely non-recurring income ringfences the decrease of banking income at 1.2%.

Staff costs increased by 7.8%, taking into account the social contributions triggered by the reduction in banking staff.

Overall, the above indicated factors taken as a whole resulted in a result before provisions which decreased by 5.5% compared to last year.

Profit and loss account of banks as at 31 March 2010

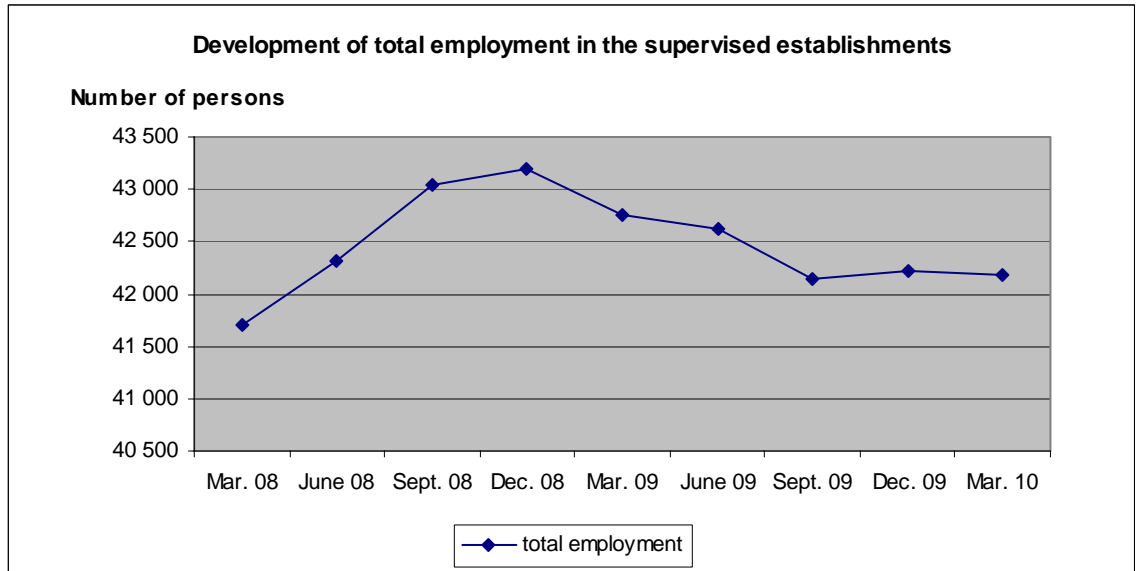
Items in million EUR	March 2009	March 2010	%
Interest-rate margin ²	1,930	1,415	-26.7%
Commissions received	792	871	10%
Other net income	-10	394	-
Banking income	2,712	2,681	-1.2%
Staff costs	613	661	7.8%
Other general expenses	482	491	1.9%
General expenses	1,095	1,152	5.2%
Result before provisions	1,617	1,529	-5.5%

¹ Survey carried out on a sample of 96.31% of the profit before provisions of the financial year 2009.

² Including dividends received from subsidiaries

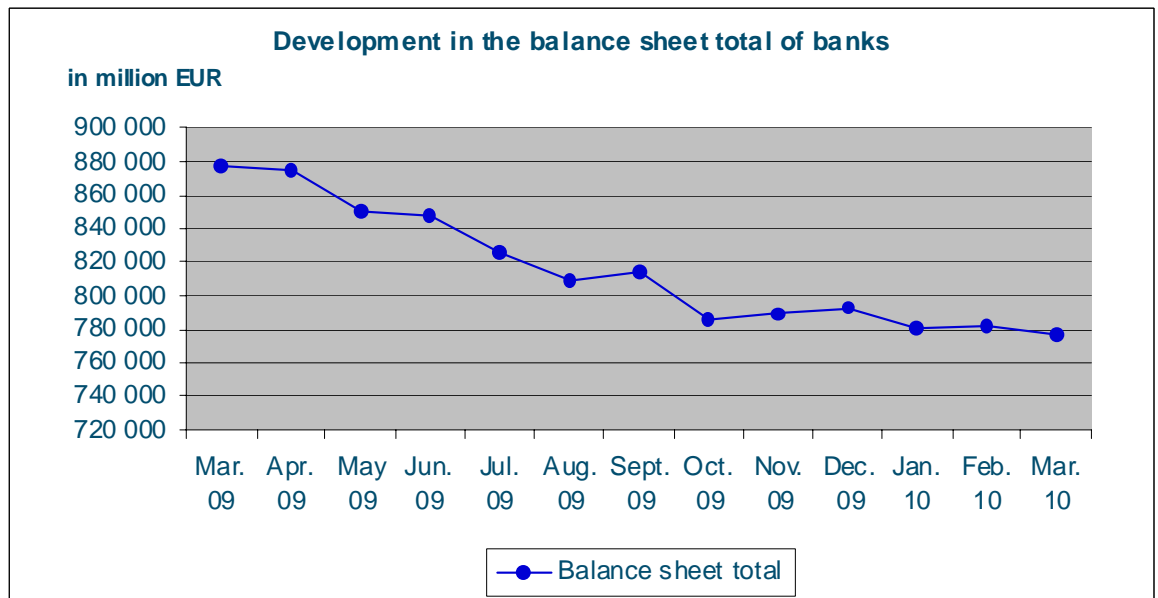
STATISTICS

■ DEVELOPMENT OF TOTAL EMPLOYMENT IN THE SUPERVISED ESTABLISHMENTS



■ BANKS

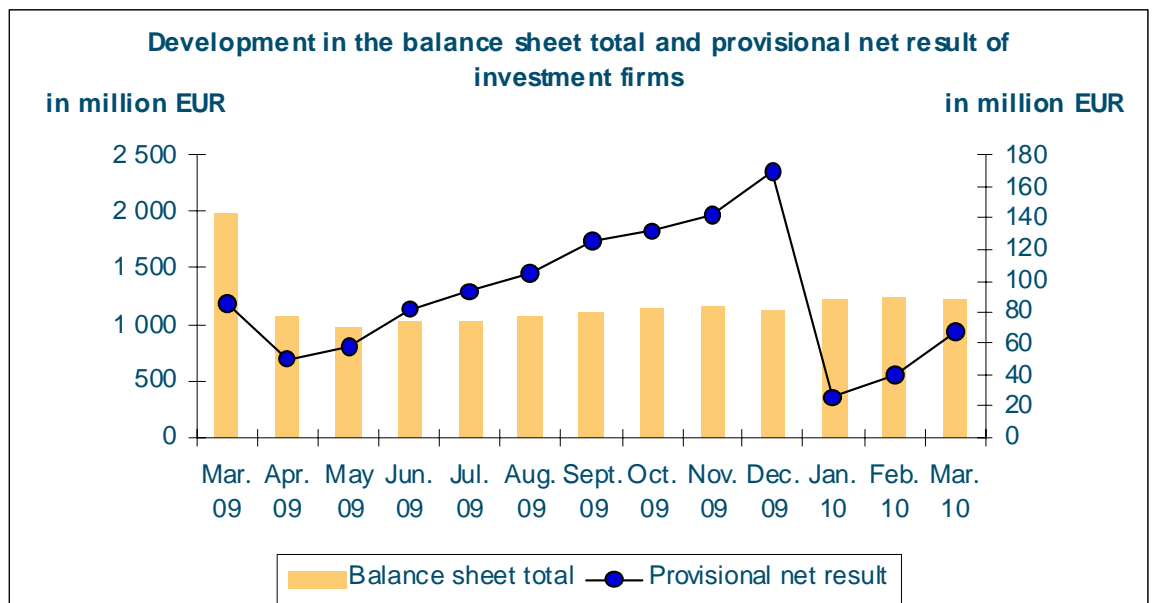
Decrease in the banks' balance sheet total as at 31 March 2010



The balance sheet total decreased by 0.7% over a month. The decrease reaches 13.9% year-on-year due to the reduction of the inter-bank transactions.

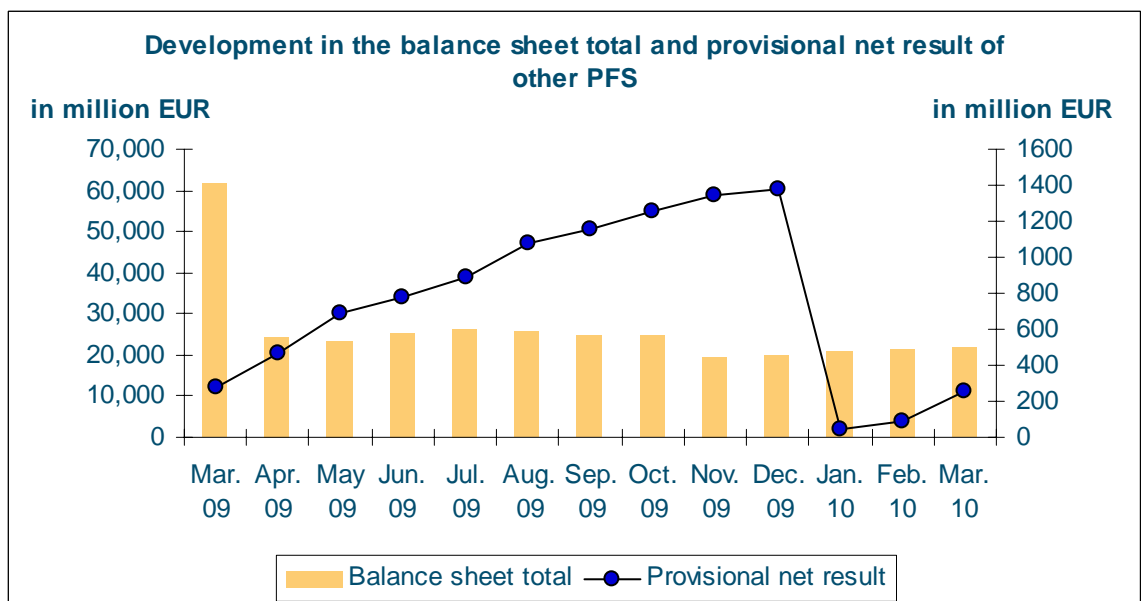
INVESTMENT FIRMS

Decrease in the investment firms' balance sheet total as at 31 March 2010



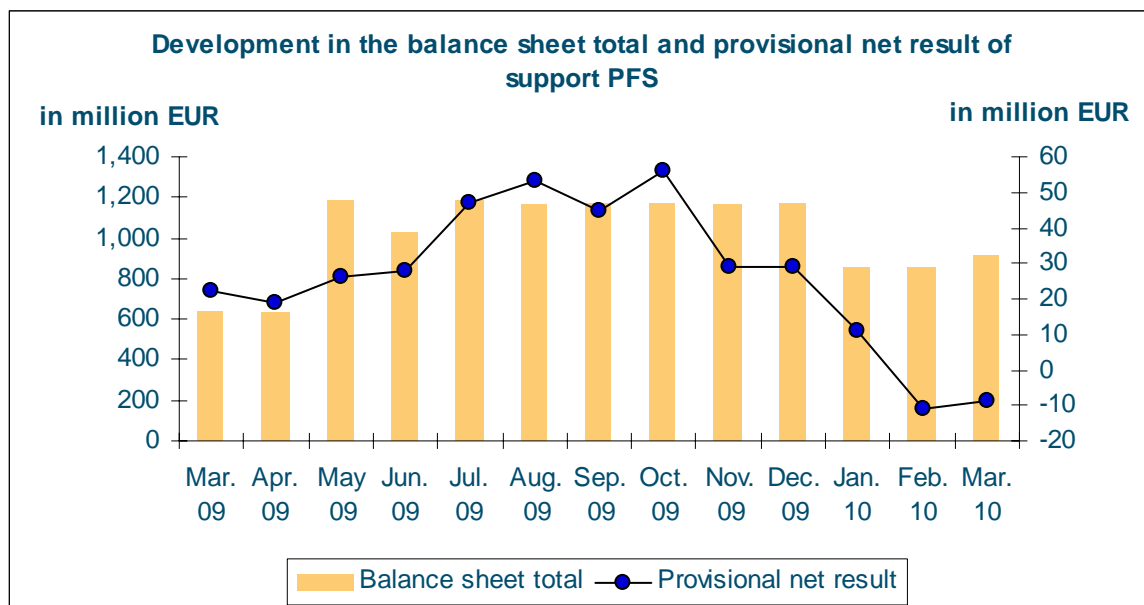
OTHER PROFESSIONALS OF THE FINANCIAL SECTOR (PFS)

Increase in the PFS' balance sheet total as at 31 March 2010



■ SUPPORT PFS

Increase in the support PFS' balance sheet total as at 31 March 2010



The net results of support PFS is negative due to the loss that an entity suffered within its group. Net results of the other entities amounted to 8.64 million.

■ PENSION FUNDS, SICARS AND AUTHORISED SECURITISATION UNDERTAKINGS

Pension funds:

As at 6 May 2010, 15 pension funds in the form of pension savings companies with variable capital (sepcav) and pension savings associations (assep) were registered on the official list of pension funds subject to the law of 13 July 2005.

The number of professionals authorised to act as liability managers for pension funds subject to the law of 13 July 2005 amounted to 13 as at 6 May 2010.

Investment companies in risk capital (SICAR):

The number of SICARs registered on the official list of SICARs governed by the law of 15 June 2004 relating to investment companies in risk capital (SICAR), as amended, amounted to 235 as at 6 May 2010.

Securitisation undertakings:

The number of securitisation undertakings authorised by the CSSF in accordance with the law of 22 March 2004 on securitisation amounted to 24 entities as at 6 May 2010.

Authorisation of a new management company under chapter 13 of the law of 20 December 2002 concerning undertakings for collective investment

The Commission de Surveillance du Secteur Financier informs that the following new management company was registered on the official list of management companies governed by chapter 13 of the law of 20 December 2002 concerning undertakings for collective investment:

- PURE CAPITAL S.A.

Besides the activity of collective management, the above-mentioned management company may also offer services of discretionary management and investment advice.

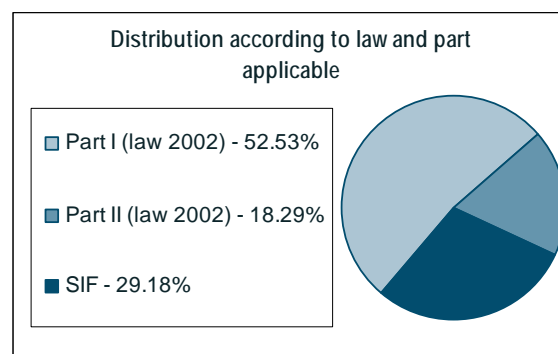
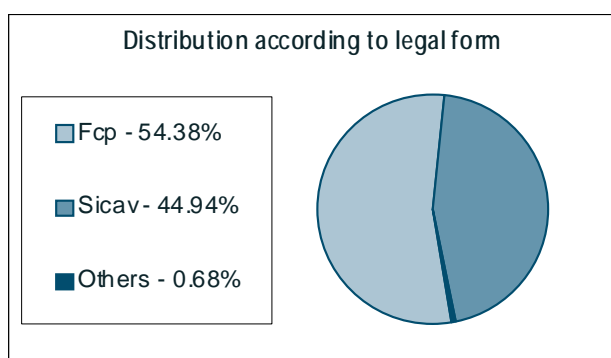
Following the withdrawal of W&W Asset Management AG, Luxembourg, the number of management companies governed by chapter 13 of the law of 20 December 2002 concerning undertakings for collective investment and allowed to benefit from the European passport since 13 February 2004 by way of free establishment or free provision of services in an EU Member State amounted to 193 as at 12 May 2010.

UCI STATISTICS

Quarterly statistics on the undertakings for collective investment industry – Situation as at 31 March 2010

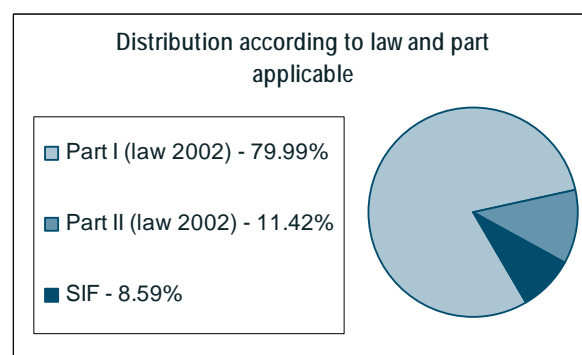
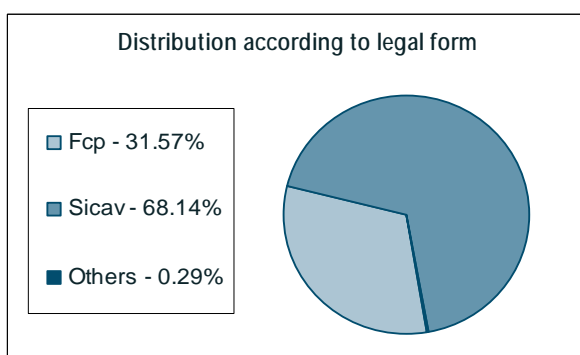
Every three months, in addition to the monthly statistics, the CSSF newsletter provides more detailed information on the investment fund sector, in particular regarding the origin of the promoters and the investment policy of the UCIs.

■ NUMBER OF UCIS



Law, Part/ legal form	FCP	SICAV	Others	Total
Part I (law 2002)	1,185	662	0	1,847
Part II (law 2002)	284	352	7	643
SIFs	443	566	17	1,026
TOTAL	1,912	1,580	24	3,516

■ NET ASSETS OF UCIS



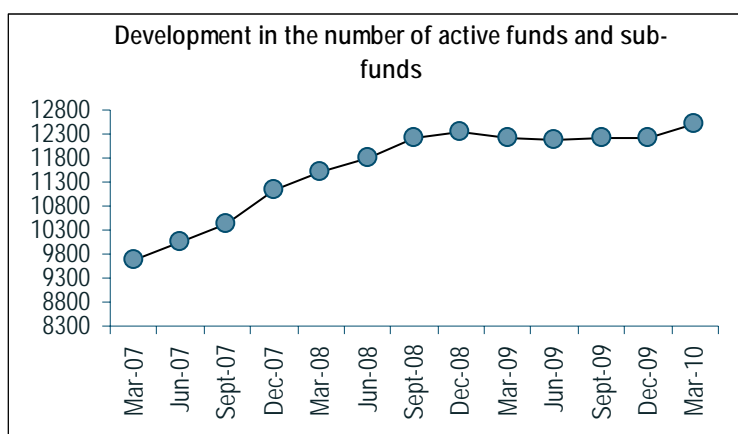
Law, Part \ legal form (in bn EUR)	FCP	SICAV	Others	Total
Part I (law 2002)	466.512	1,117.726	0.000	1,584.238
Part II (law 2002)	83.015	142.319	0.934	226.268
SIFs	75.717	89.453	4.862	170.032
TOTAL	625.244	1,349.498	5.796	1,980.538

UCI STATISTICS

■ ORIGIN OF THE PROMOTERS OF LUXEMBOURG UCIS

	Net assets (in bn EUR)	In %
United States	420.658	21.2%
Germany	369.088	18.6%
Switzerland	317.666	16.0%
United Kingdom	247.944	12.5%
Italy	166.050	8.4%
Belgium	144.591	7.3%
France	131.705	6.7%
Netherlands	42.563	2.2%
Sweden	32.843	1.7%
Luxembourg	29.752	1.5%
Others	77.678	3.9%
TOTAL	1,980.538	100%

■ DEVELOPMENT IN THE NUMBER OF UNITS



■ INVESTMENT POLICY OF LUXEMBOURG UCIS

	Net assets (in bn EUR)
Fixed-income transferable securities (*)	850.661
Variable-yield transferable securities (**)	598.390
Mixed transferable securities (***)	323.420
Fund of funds (****)	148.953
Cash	13.871
Real estate	19.082
Futures, options, warrants	20.772
Others (*****)	5.389
TOTAL	1,980.538

(*) Including EUR 307.661 billion in money market instruments and other short-term securities

(**) Including EUR 4.329 billion in non-listed transferable securities and EUR 0.315 billion in venture capital

(***) Including EUR 1.882 billion in non-listed transferable securities and EUR 0.332 billion in venture capital

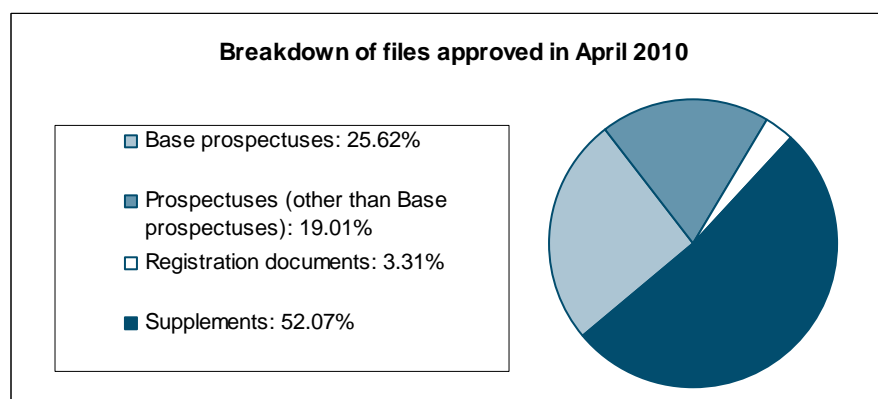
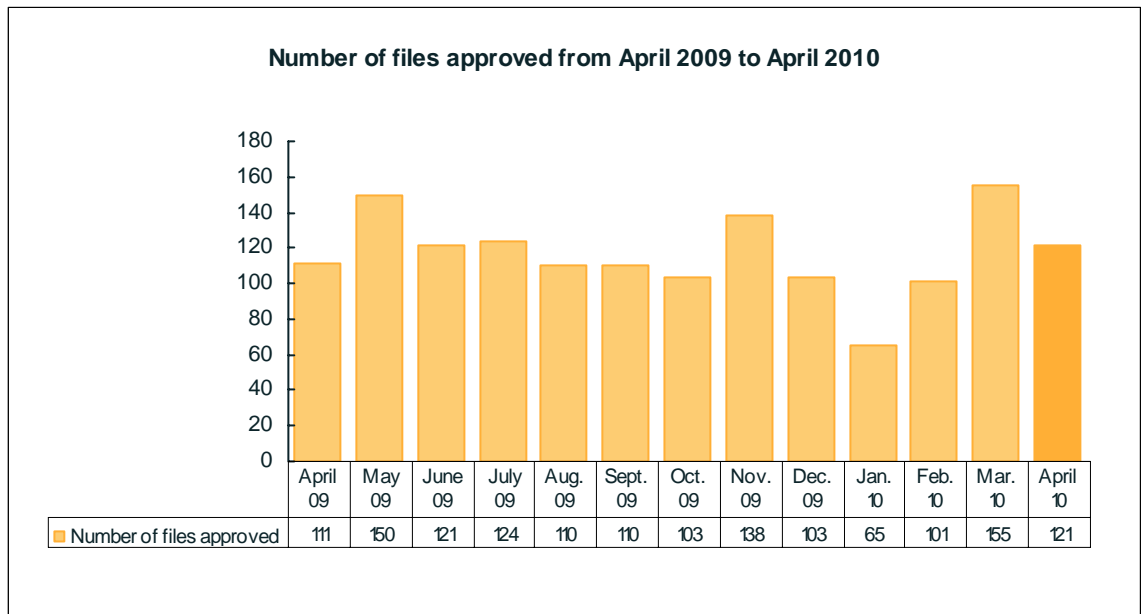
(****) Including EUR 0.202 billion in non-listed transferable securities and EUR 0.000 billion in venture capital

(*****) Including EUR 0.063 billion in venture capital

■ PROSPECTUSES FOR SECURITIES IN THE EVENT OF AN OFFER TO THE PUBLIC OR ADMISSION TO TRADING ON A REGULATED MARKET (PART II AND PART III, CHAPTER 1 OF THE LAW ON PROSPECTUSES FOR SECURITIES)

1. APPROVALS

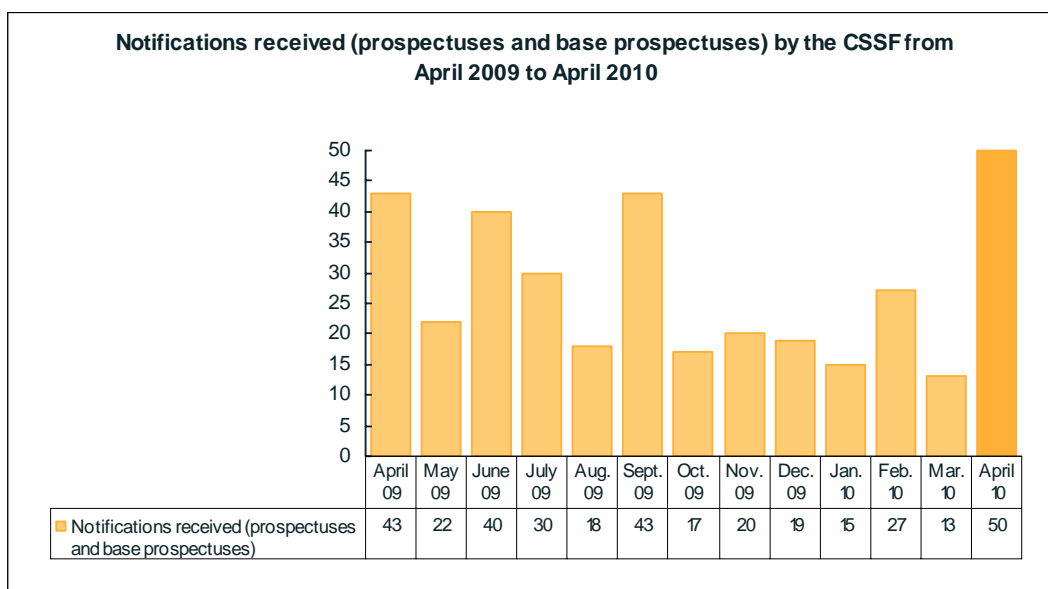
In April 2010, a total of 121 documents have been approved by the CSSF, i.e. 23 prospectuses, 31 base prospectuses, 4 registration documents and 63 supplements.



2. NOTIFICATIONS

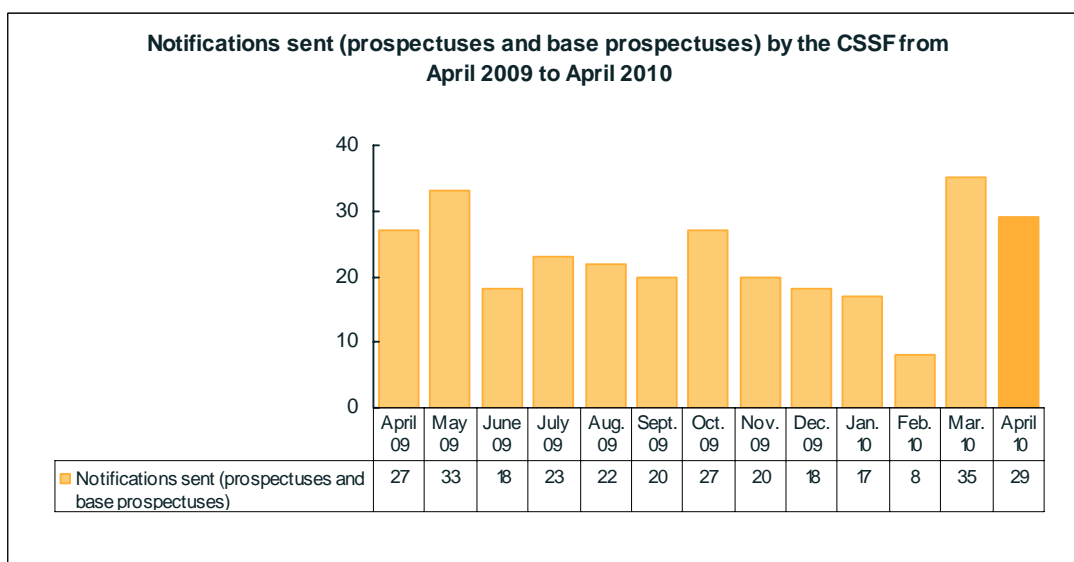
2.1. Notifications received by the CSSF

In April 2010, the CSSF received 50 notifications relating to prospectuses and base prospectuses and 95 notifications relating to supplements from the competent authorities of several EU Member States.



2.2. Notifications sent by the CSSF

In April 2010, the CSSF sent notifications concerning 29 prospectuses and base prospectuses and 43 supplements¹ it has approved to the competent authorities of the EU Member States.



¹ This figure is the number of prospectuses, base prospectuses and supplements for which the CSSF sent one or several notifications. Where notifications have been sent at different dates and/or in several Member States, only the first notification is included in the statistical calculations. Each document notified in one or several Member States is thus only counted once.

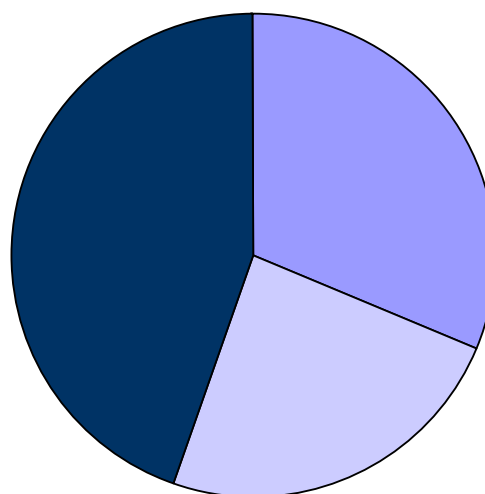
■ ISSUERS FOR WHICH LUXEMBOURG IS THE HOME MEMBER STATE PURSUANT TO THE LAW OF 11 JANUARY 2008 ON TRANSPARENCY REQUIREMENTS FOR ISSUERS OF SECURITIES (THE "TRANSPARENCY LAW")

During April 2010, 5 issuers have chosen Luxembourg as home Member State for the purposes of the Transparency Law. Moreover, 7 issuers were removed from the list due to the fact that they do not have securities admitted to trading on any regulated market situated or operating in an EEA country anymore.

As at 20 May 2010, 736 issuers, subject to the supervision of the CSSF, were included on the list of issuers for which Luxembourg is the home Member State pursuant to the Transparency Law.

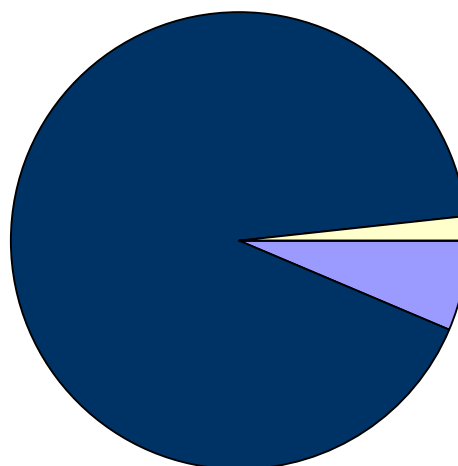
Breakdown of issuers according to countries

■ Luxembourg:	31.66%
■ European Economic Area:	23.78%
■ Third countries:	44.57%



Breakdown of issuers according to type of securities admitted to trading

■ Shares:	6.39%
■ Debt instruments:	92.12%
■ Depository receipts:	1.36%
■ Warrants:	0.14%



OFFICIAL LISTS

■ LIST OF BANKS

New authorisation:

AndBanc Luxembourg S.A.

7a, rue Robert Stümper, L-2557 Luxembourg
Ministerial authorisation of 14 April 2010

Withdrawal:

Sanpaolo Bank S.A.

Merger by takeover by State Street Bank Luxembourg S.A.

Changes of address:

Fortis Prime Fund Solutions Bank (Ireland) Ltd., Luxembourg branch

46, avenue J.F. Kennedy, L-1855 Luxembourg

The Bank of New York Mellon (Luxembourg) S.A.

Vertigo Building – Polaris
2-4, rue Eugène Ruppert, L-2453 Luxembourg
B.P. 263, L-2012 Luxembourg

The Bank of New York Mellon SA / NV, Bruxelles (Belgique), Luxembourg

Vertigo Building – Polaris
2-4, rue Eugène Ruppert, L-2453 Luxembourg

■ LIST OF OTHER PROFESSIONALS OF THE FINANCIAL SECTOR (PFS)

Extension of status:

VISTRA FUND SERVICES SARL

Addition of the statuses of domiciliation agent of companies and professional performing services of setting-up and of management of companies, registrar agent, administrative agent of the financial sector and client communication agent

Ministerial authorisation of 14 April 2010

Change of address:

TANDEM PARTNERS SARL

4a, rue Albert Borschette, L-1246 Luxembourg

Change of denomination:

CONRAD HINRICH DONNER VERMÖGENSVERWALTUNG LUXEMBOURG S.A. changed denomination for **DONNER & REUSCHEL LUXEMBOURG S.A.**

■ LIST OF MANAGEMENT COMPANIES

New authorisation:

PURE CAPITAL S.A.

117, route d'Arlon, L-8009 Strassen

Changes of denomination:

FFS FUND MANAGEMENT S.A. changed denomination for
ACOLIN FUND MANAGEMENT S.A.

NORD EUROPE GESTION S.A. changed denomination for
UFG-LFP INTERNATIONAL

■ LIST OF SICARS

Changes of address:

ATHANOR EQUITIES SICAR-SCA

20, boulevard Emmanuel Servais, L-2535 Luxembourg

FONDATIONS CAPITAL I S.C.A. SICAR

1B Heienhaff, L-1736 Senningerberg

GAMMA III S.C.A., SICAR

7, avenue Gaston Diderich, L-1420 Luxembourg

■ LIST OF ISSUER OF SECURITIES FOR WHICH LUXEMBOURG IS THE HOME MEMBER STATE PURSUANT TO THE TRANSPARENCY LAW

New issuers:

NAME

Antares Funding LP
BHP Billiton Finance (USA) Ltd
Santander Perpetual, S.A. Unipersonal

COUNTRY OF INCORPORATION

Cayman Islands
Australia
Spain

■ LIST OF UNDERTAKINGS FOR COLLECTIVE INVESTMENT (UCIS)

Registrations and withdrawals from the official list of the Luxembourg undertakings for collective investment during the month of March 2010

During the month under review, the following forty-six undertakings for collective investment and specialised investment funds have been registered on the official list:

1) Part I UCIs:

- AC MULTISTRATEGY, 36, avenue du X Septembre, L-2550 Luxembourg
- AXA PENSION, 49, avenue J-F Kennedy, L-1855 Luxembourg
- DB PLATINUM V, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- GODMODETRADER.DE STRATEGIE I, 1C, Parc d'activité Syrdall, L-5365 Munsbach
- JULIUS BAER MULTIRANGE, 25, Grand-rue, L-1661 Luxembourg
- MANDARINE FUNDS, 33, rue de Gasperich, L-5826 Howald-Hesperange
- MATTHEWS ASIA FUNDS, 6, route de Trèves, L-2633 Senningerberg
- PARTNERS GROUP ALTERNATIVE BETA STRATEGIES SICAV, 69, route d'Esch, L-1470 Luxembourg
- PRIVATFONDS: FLEXIBEL PRO, 308, route d'Esch, L-1471 Luxembourg
- PRIVATFONDS: FLEXIBEL, 308, route d'Esch, L-1471 Luxembourg
- PRIVATFONDS: KONSEQUENT PRO, 308, route d'Esch, L-1471 Luxembourg
- PRIVATFONDS: KONSEQUENT, 308, route d'Esch, L-1471 Luxembourg
- PRIVATFONDS: KONTROLLIERT PRO, 308, route d'Esch, L-1471 Luxembourg
- PRIVATFONDS: KONTROLLIERT, 308, route d'Esch, L-1471 Luxembourg
- TAM INVESTMENT FUNDS, 5, allée Scheffer, L-2520 Luxembourg
- UNIEURORENTA CORPORATES 50 (2015), 308, route d'Esch, L-1471 Luxembourg

2) Part II UCIs:

- DINVEST ACCESS, 18, boulevard Royal, L-2449 Luxembourg
- ELEUSIS, 14, boulevard Royal, L-2449 Luxembourg
- FRANKLIN TEMPLETON SELECTED MARKETS FUNDS, 26, boulevard Royal, L-2449 Luxembourg
- OBJECTIVE RETURN FUND, 23, avenue de la Liberté, L-1931 Luxembourg
- UNIGARANT: COMMODITIES (2017) II, 308, route d'Esch, L-1471 Luxembourg

3) SIFs

- ALERIO FCP-SIF, 65, boulevard Grande-Duchesse Charlotte, L-1331 Luxembourg
- ALLIANCEBERNSTEIN LEGACY SECURITIES (LUXEMBOURG) SIF, 18, rue Eugène Ruppert, L-2453 Luxembourg
- ALLIANCEBERNSTEIN TALF LUXEMBOURG FEEDER S2 PORTFOLIO SICAV, 18, rue Eugène Ruppert, L-2453 Luxembourg
- ANDBANC INVESTMENTS SIF, 1, boulevard Royal, L-2449 Luxembourg
- CREDARIS SICAV-SIF, 6, route de Trèves, L-2633 Senningerberg
- DWS INDIA INFRASTRUCTURE EQUITY MASTER FUND, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- EXCHEQUER MULTIFLEX SICAV-SIF, 31, Z.A. Bourmicht, L-8070 Bertrange
- FUNDO DE INVESTIMENTO PRIVADO - ANGOLA S.C.A., SICAV-SIF, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- GUARDIAN MANAGED FUNDS SICAV-SIF, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- HANSA-NORD-LUX SICAV-FIS, 4, rue Alphonse Weicker, L-2721 Luxembourg
- HERITAGEWEALTH SICAV-SIF, 1, boulevard Royal, L-2449 Luxembourg
- ICA INTERNATIONAL REAL ESTATE S.C.A. SICAV-SIF, 20, rue de la Poste, L-2346 Luxembourg
- J.P. MORGAN SPECIALIST FUNDS, 6, route de Trèves, L-2633 Senningerberg
- LUXEMBOURG CAPITAL S.A., 3A, rue Guillaume Kroll, L-1882 Luxembourg
- MALABAR FUND, 5, rue Jean Monnet, L-2180 Luxembourg
- MC INVEST, 5, allée Scheffer, L-2520 Luxembourg
- NEWEUROPE PROPERTY SICAV-FIS, 180, rue des Aubépines, L-1145 Luxembourg
- NIKKO AM GLOBAL INVESTMENTS (LUXEMBOURG), 19, rue de Bitbourg, L-1273 Luxembourg
- QUINT:ESSENCE CONCEPT, 2, Parc d'activité Syrdall, L-5365 Munsbach
- REGIONAL MSME INVESTMENT FUND FOR SUB-SAHARAN AFRICA S.A., SICAV-SIF, 5, rue Jean Monnet, L-2180 Luxembourg
- ROOSEVELT USD ASSET SICAV, 12, rue Eugène Ruppert, L-2453 Luxembourg
- SOFINA MULTI STRATEGY, 8A, boulevard Joseph II, L-1840 Luxembourg
- SOLAR ENERGIE SICAV-SIF, 19, rue de Bitbourg, L-1273 Luxembourg
- VIVA SICAV-FIS, 20, rue de la Poste, L-2346 Luxembourg
- VONTOBEL FCP-SIF, 2, rue Albert Borschette, L-1246 Luxembourg

The following twenty-eight undertakings for collective investment and specialised investment funds have been withdrawn from the official list in March 2010:

1) Part I UCIs:

- DEKA-TREASURY CASH PLUS, 5, rue des Labours, L-1912 Luxembourg
- DWS EUROPE CONVERGENCE EQUITIES, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS MEGATRENDS VORSORGE, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS MEGATRENDS, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS PROFESSIONAL CASH (EQ), 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- GOVERNMENT BOND PLUS, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- GYGES, 14, boulevard Royal, L-2449 Luxembourg
- IMPERIAL GROUP, 8, rue Lou Hemmer, L-1748 Findel-Golf
- KBC FREQUENT CLICK, 11, rue Aldringen, L-1118 Luxembourg
- TF INTERNATIONAL FUND, 11, rue Aldringen, L-1118 Luxembourg
- THE NEW STAR GLOBAL FUND, 16, boulevard d'Avranches, L-1160 Luxembourg
- UNIAKTIENANLEIHEN, 308, route d'Esch, L-1471 Luxembourg
- UNIONINVESTMENTFUND, 308, route d'Esch, L-1471 Luxembourg

2) Part II UCIs:

- AQUILA CAPITAL HEDGE, 36, avenue du X Septembre, L-2550 Luxembourg
- BIG OPTIMUM SICAV, 69, route d'Esch, L-1470 Luxembourg
- DBM DACH-IMMOFLEX INTERNATIONAL, 1C, Parc d'activité Syrdall, L-5365 Munsbach
- EKF FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- GSC EUROPEAN CREDIT FUND, 5, allée Scheffer, L-2520 Luxembourg
- IXIS SP S.A., 1, place de Metz, L-1930 Luxembourg
- NIKKO TRUST, 9A, rue Robert Stumper, L-2557 Luxembourg
- SWISS ALLCAP SELECTION, 1, boulevard Royal, L-2449 Luxembourg

3) SIFs:

- ARGENTA PREMIUM FUND, 50, avenue J-F Kennedy, L-1855 Luxembourg
- CONCORD PREMIUM FUND, SICAV-FIS, 1-7, rue Nina et Julien Lefèvre, L-1952 Luxembourg
- HSH SWIFT CAPITAL PARTNERS INSTITUTIONAL II, 1C, Parc d'activité Syrdall, L-5365 Munsbach
- LOMBARD ODIER STRATEGIES, 5, allée Scheffer, L-2520 Luxembourg
- PHILOS CURRENCY FUND, 50, avenue J-F Kennedy, L-1855 Luxembourg
- SPECTRUM FUND, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- THEMATIC OPPORTUNITIES FUND, 20, boulevard Emmanuel Servais, L-2535 Luxembourg

FINANCIAL CENTRE

Main updated figures regarding the financial centre:

Number of banks: **149** (18 May 2010)

Balance sheet total: **EUR 776.869 billion** (31 March 2010)

Profit before provisions: **EUR 5.77 billion** (31 December 2009)

Employment: **26,404 persons** (31 March 2010)

Number of UCIs: **3,525** (18 May 2010)

of which 1,042 specialised investment funds (SIFs)

Total net assets: **EUR 1,980.538 billion** (31 March 2010)

Number of management companies: **193** (12 May 2010)

(chapter 13 of the law of 20 December 2002)

Employment: **2,208 persons** (31 March 2010)

Number of investment firms: **109** of which **10** branches (12 May 2010)

Balance sheet total of investment firms: **EUR 1.230 billion** (31 March 2010)

Provisional net profit: **EUR 68.40 billion** (31 March 2010)

Employment: **2,366 persons** (31 March 2010)

Number of other PFS: **105** (12 May 2010)

Balance sheet total of other PFS: **EUR 21.650 billion** (31 March 2010)

Provisional net profit: **EUR 251.013 billion** (31 March 2010)

Employment: **3,451 persons** (31 March 2010)

Number of support PFS: **78** (12 May 2010)

Balance sheet total of support PFS: **EUR 916.045 billion** (31 March 2010)

Provisional net profit: **EUR -9.24 billion** (31 March 2010)

Employment: **7,749 persons** (31 March 2010)

Number of pension funds: **15** (6 May 2010)

Number of SICARs: **235** (6 May 2010)

Number of authorised securitisation undertakings: **24** (6 May 2010)

Number of issuers of securities for which Luxembourg
is the home Member State pursuant to the Transparency Law: **736** (20 May 2010)

Total employment in the supervised establishments: **42,178 persons** (31 March 2010)

CSSF Newsletter

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