



Newsletter

No 212 - September 2018

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HUMAN RESOURCES

On 3 September 2018, Marco Zwick was sworn in by the Minister of Finance Pierre Gramegna as new director of the CSSF. He succeeds Simone Delcourt, who retired, and takes over the fields of competence of UCIs and specialised PFS.

Furthermore, the CSSF has recruited 18 new agents who were assigned to the following departments:

Banking Supervisory Policy and Single Supervisory Mechanism ("SSM")

Simon DAGRAIN

UCI departments

Anamarija BABIC

Lynn FELTEN

Nathan HENRY

Roland KREMER

Véronique SCHNEIDER

Anita TIGANJ

Nicolas WAECKERLÉ

Department Supervision of Securities Markets

Maikel DA SILVA VELOSO

On-site inspection

Maida ALIBASIC

Lucie BEDROSSIAN

Sandrine KAYSER-MEUNIER

Lucian MURGULET

Saïd QACEME

Bastien STEINMETZ

Personnel, administration and finance

Jennifer KANDEL

Resolution

Carlos Manuel LIPARI FERREIRA PINTO

Information systems of the CSSF

Tamian NINGAYO

Following the departure of five agents, the CSSF counts 822 agents of whom 447 are men and 375 are women as at 1 September 2018.

WARNINGS

Warnings published by the CSSF

Since the publication of the last Newsletter, the CSSF has published the following warnings:

- 11 September 2018: Warning concerning the activities of an entity named Brokerhouse Prime
- 20 September 2018: Warning concerning the activities of an entity named PtBanc

The warnings are published on the CSSF's website at:

<http://www.cssf.lu/en/consumer/warnings/news-cat/90/>.

Warnings published by IOSCO

Several warnings have been published on IOSCO's website at:

http://www.iosco.org/investor_protection/?subsection=investor_alerts_portal.

NATIONAL REGULATION

Circular CSSF 18/696

The purpose of the circular is to implement into Luxembourg regulation applicable to money market funds subject to the supervision of the CSSF and to Luxembourg managers of money market funds the Guidelines on stress tests scenarios under Article 28 of the MMF Regulation (ref. ESMA/34-49-115) published on 21 March 2018 by the European Securities and Markets Authority (ESMA).

Law of 10 August 2018

The Law of 10 August 2018 on information to be obtained and held by trustees and transposing Article 31 of Directive (EU) 2015/849 of 20 May 2015 on the prevention of the use of the financial system for the purposes of money laundering or terrorist financing, was published in Mémorial A702 of 21 August 2018 and entered into force on 25 August 2018.

Mainly, the Law of 10 August 2018 requires the trustees that they obtain and hold adequate, accurate and current information on the beneficial owners of the trustees for which they act as trustee. Upon request, the trustees shall also provide this information to national authorities, as defined in point 1 of Article 1 of this law.

Moreover, the trustees are henceforth required to declare their status and to provide the information relating to the beneficial owners to the persons subject to the Law of 12 November 2014 where, as trustees, they enter into a business relationship with them or carry out occasional transactions whose amounts exceed the thresholds set in Article 3(1) of the Law of 12 November 2004.

The CSSF is responsible for supervising compliance by the trustees with the obligations provided for in this law as part of its functions as authority responsible for ensuring compliance with the AML/CFT professional obligations, which also results in a sanctioning and investigatory power.

Circular CSSF 18/697

This circular clarifies or provides further details on certain aspects of the Law of 12 July 2013 on alternative investment fund managers and/or Delegated Regulation 231/2013, and, to a certain extent, the SIF Law and/or the SICAR Law, in the Luxembourg context, by implementing principles of sound governance and by specifying the CSSF requirements on internal organisation and good practice of the Luxembourg entities (cf. press release 18/27, page 9).

Circular CSSF 18/698

The purpose of the circular is to provide additional clarifications to investment fund managers on certain conditions for authorisation, including more particularly the shareholding structure, the minimum capital requirements, the management bodies, the arrangements concerning the central administration and governance, and the rules governing the delegation framework (cf. press release 18/27, page 9).

Circular CSSF 18/699

The circular aims at updating the table EI “Persons responsible for certain functions and activities” and related instructions.

Law of 10 August 2018

amending: 1° the Code of Criminal Procedure; 2° the Law of 7 March 1980 on the organisation of the judicial system, as amended; 3° the Law of 12 November 2004 on the fight against money laundering and terrorist financing, as amended; 4° the Law of 25 March 2015 determining the salaries and the advancement conditions and rules for civil servants for the purpose of organising the Financial Intelligence Unit (FIU)

This law was published in Mémorial A796 on 12 September 2018, and will come into force on 1 November 2018. It aims at reorganising the Financial Intelligence Unit (“FIU”) and further aligning its operation with the requirements resulting from international standards. The organisation of the FIU is adapted in order to take into account the developments and current needs. The FIU is thus separated from the Prosecutor’s Office of the *Tribunal d’Arrondissement de Luxembourg* (Luxembourg District Court) to be attached to the Public Prosecutor’s Office (*Parquet general*). The reorganisation of the FIU is also accompanied by an increase in human resources. Moreover, the law provides for several adaptations of the provisions relating to the operation of the FIU. These adaptations take into account the international requirements resulting from the standard of the Financial Action Task Force (“FATF”), in particular those of Recommendation 20 on the reporting of suspicious transactions, Recommendation 29 on the FATF and Recommendation 40 on the other forms of international cooperation.

Likewise, the law transposes certain provisions of Directive (EU) 2015/849 of the European Parliament and of the Council of 20 May 2015 amending the Law of 12 November 2004, notably by including a definition of “associated predicate offence”. The law also specifies that “All suspicious transactions, including attempted suspicious transactions, shall be reported, regardless of the amount of the transaction.”. As regards the transactions for which the professional knows, suspects or has reasonable grounds to suspect that they are related to money laundering, an associated predicate offence or to terrorist financing, in addition to the prior information to the FIU, the law provides that the professional must comply with “any specific instruction” from the FIU, (new Article 5(3) of the Law of 12 November 2004). As regards non-tipping-off, the Law of 10 August 2018 provides that the information referred to is that which “is being, will be or has been reported or provided” to the competent authorities. Article 5 of the Law of 12 November 2004 will finally be supplemented with a paragraph 6 aiming at sharing information within the group.

Professionals will be responsible for taking due account of the provisions of the Law of 12 November 2004, as amended by the Law of 10 August 2018.

BANKING REGULATION AND SINGLE SUPERVISORY MECHANISM

Single Supervisory Mechanism - European Central Bank (ECB)

Publications and consultations

15 August 2018 - [Brexit: Counting down](#)

Within the Brexit context, the ECB continues to raise awareness and engage with banks to enable a smooth process for them. Banks are invited to speed up their work and complete their preparations during the final count-down to Brexit.

16 August 2018 - [List of supervised entities \(as of 1 July 2018 revised version\)](#)

In accordance with Article 49 of Regulation (EU) No 468/2014 of the European Central Bank (the SSM Framework Regulation), the ECB has updated the list containing the name of each supervised entity and supervised group which is directly supervised by the ECB ("significant supervised entity" and "significant supervised group", as defined in Article 2, points (16) and (22) of the SSM Framework Regulation). It has also published the list of entities supervised by a national competent authority (NCA).

29 August 2018 - [ECB publishes Consolidated Banking Data for end-March 2018](#)

The ECB has published the Consolidated Banking Data (CBD) with reference to end-March 2018, a data set of the EU banking system compiled on a group consolidated basis. With the current publication, the CBD reporting framework has been updated to incorporate a revision in the Implementing Technical Standards (ITS) on supervisory reporting of the European Banking Authority (EBA) arising mainly due to modifications in the classification of financial instruments and the measurement of asset impairments following the implementation of the IFRS 9 standard.

August 2018 - [Letters from the Chair of the Supervisory Board to members of the European Parliament](#)

The ECB has published two letters from the Chair of the Supervisory Board to members of the European Parliament in response to written requests relating to the seizure of bank accounts in Italy and to loan-granting practices.

Regulatory developments

22 August 2018 - Publication of the [Opinion of the European Central Bank of 22 August 2018](#) on the review of prudential treatment of investment firms (IFs). Following a request from the European Parliament and the Council of the European Union, the ECB issued an opinion on a draft law reviewing the prudential treatment of IFs. The ECB provided comments on: (i) the classification of IFs as credit institutions; (ii) authorisation of those IFs; (iii) statistical implications; (iv) macro-prudential issues; and (v) the provision of services by third-country firms (CON/2018/36).

22 August 2018 - Publication of the [Opinion of the European Central Bank of 22 August 2018](#) on a proposal for a directive of the European Parliament and of the Council on the issue of covered bonds and covered bond public supervision and amending Directive 2009/65/EC and Directive 2014/59/EU; and on a proposal for a regulation of the European Parliament and of the Council on amending Regulation (EU) No 575/2013 as regards exposures in the form of covered bonds (CON/2018/37).

31 August 2018 - Publication of the [Opinion of the European Central Bank of 31 August 2018](#) on critical infrastructures, cybersecurity and covered bonds (CON/2018/39).

Interviews and speeches

5 August 2018 - "[Interview with Welt am Sonntag](#)" - Interview with Sabine Lautenschläger, Member of the Executive Board of the ECB and Vice-Chair of the Supervisory Board of the ECB

15 August 2018 - "[Diversity is the best bulwark against groupthink](#)" - Interview with Ed Sibley, Member of the Supervisory Board of the ECB, Supervision Newsletter

23 August 2018 - "[Interview with Euromoney](#)" - Interview with Ignazio Angeloni, Member of the Supervisory Board of the ECB

European Commission and European Council

Regulatory developments

10 August 2018 - Publication of [Commission Delegated Regulation \(EU\) 2018/1108 of 7 May 2018](#) supplementing Directive (EU) 2015/849 of the European Parliament and of the Council with regulatory technical standards on the criteria for the appointment of central contact points for electronic money issuers and payment service providers and with rules on their functions.

European Banking Authority (EBA)

Publications

Capital Requirements Directive and Regulation

9 August 2018 - [EBA updates data and indicators used for the identification of global systemically important institutions \(G-SIIs\)](#)

The EBA has published 12 indicators and updated the underlying data from the 35 largest institutions in the EU, whose leverage ratio exposure measure exceeds EUR 200 bn. This end-2017 data contributes to the internationally agreed basis on which a smaller subset of banks will be identified as global systemically important institutions (G-SIIs), following the Basel Committee on Banking Supervision (BCBS) and the Financial Stability Board (FSB) final assessments. The EBA will update this data on a yearly basis and will provide a user-friendly platform to aggregate it across the EU.

9 August 2018 - [EBA updates XBRL taxonomy 2.8](#)

The EBA has published a corrective update to the XBRL taxonomy that Competent Authorities shall use for the remittance of data under the Implementing Technical Standards (ITS) on supervisory reporting for reference dates of 31 December 2018 onwards.

28 August 2018 - [EBA launches consultations on supervisory reporting for the reporting framework 2.9 and prepares for its modular release](#)

The EBA launches three public consultations on amendments to the ITS on supervisory reporting for the reporting framework 2.9. The proposed changes to the ITS aim to keep reporting requirements in line with changes in the regulatory framework and with the evolving needs for **Supervisory Authorities' risk assessments**.

The consultations on FINREP and on COREP securitisations will run until **27 November 2018**.

The consultation on LCR reporting will run until **26 October 2018**.

Macro prudential fora
European Systemic Risk Board (ESRB)

Countercyclical Capital buffer (CCyB)

The list of applicable CCyB rates in EU/EEA countries is available on the [website of the ESRB](#). The following countries have announced a CCyB rate different from 0%:

Country	CCyB rate	Application date
Czech Republic	1.0%	01/07/2018
	1.0%	01/10/2018
	1.25%	01/01/2019
	1.25%	01/04/2019
	1.50%	01/07/2019
Denmark	0.50%	31/03/2019
France	0.25%	01/07/2019
Iceland	1.25%	17/10/2018
	1.25%	05/01/2019
	1.75%	15/05/2019
	1.75%	29/06/2019
Ireland	1.0%	05/07/2019
Lithuania	0.50%	31/12/2018
	1.0%	30/06/2019
Norway	2%	31/12/2017
Slovakia	1.25%	01/08/2018
	1.25%	01/11/2018
	1.25%	01/02/2019
	1.25%	01/05/2019
	1.50%	01/08/2019
Sweden	2%	19/03/2017
United Kingdom	0.5%	27/06/2018
	1.0%	28/11/2018

The list of applicable CCyB rates in non-EU/EEA countries can be consulted on [the website of the Bank of International Settlements](#).

The Financial Stability Board (FSB)

Publications and consultations

7 August 2018 - [FSB, BCBS, IOSCO, and CPMI launched consultation on evaluation report on effects of reforms on incentives to centrally clear over-the-counter \(OTC\) derivatives; and released study report on central clearing interdependencies](#)

The Financial Stability Board (FSB), the Committee on Payments and Market Infrastructures (CPMI), the International Organization of Securities Commissions (IOSCO) and the Basel Committee on Banking Supervision (BCBS) have published a consultative document examining the effects of G20 financial regulatory reforms on the incentives to centrally clear over-the-counter (OTC) derivatives.

The evaluation concluded that: (i) the changes observed in OTC derivatives markets are consistent with the G20 Leaders' objective of promoting central clearing to mitigate systemic risk and make derivatives markets safer; and (ii) the relevant post-crisis reforms appear to create an overall incentive to centrally clear OTC derivatives. The final report will be published in November 2018.

An additional [study](#) concludes that exposures to CCPs are concentrated among a small number of entities, which account for the majority of prefunded financial resources.

The consultation will run until **7 September 2018**.

16 August 2018 - [FSB launches thematic peer review on implementation of the Legal Entity Identifier \(LEI\)](#)

The FSB has launched a thematic peer review on the implementation of the LEI. The objective of the review is to evaluate the progress made by FSB members in response to the G20 Leaders' 2012 call for "global adoption of the LEI to support authorities and market participants in identifying and managing financial risks". The peer review report will be published in the first half of 2019.

Feedback should be submitted by stakeholders by **21 September 2018**.

16 August 2018 - [CPMI and IOSCO launch consultation on governance arrangements for over-the-counter \(OTC\) derivatives data elements](#)

The document identifies key criteria, functions and bodies for the governance arrangements for critical data.

The consultation will run until **27 September 2018**.

COMMUNIQUES

Publication of Circulars CSSF 18/697 and CSSF 18/698**Press release 18/27 of 24 August 2018**

The Commission de Surveillance du Secteur Financier (CSSF) draws the attention of the public to the publication of:

- Circular CSSF 18/697 on the organisational arrangements applicable to fund depositaries which are not subject to Part I of the Law of 17 December 2010 relating to undertakings for collective investment, and, where appropriate, to their branches.

It amends Circular CSSF 16/644 regarding the provisions applicable to credit institutions acting as UCITS depository subject to Part I of the 2010 Law, where appropriate, represented by their management company and Circular IML 91/75 (as amended by Circular CSSF 05/177) regarding the revision and remodelling of the rules to which Luxembourg undertakings governed by the Law of 30 March 1988 on undertakings for collective investment (“UCIs”) are subject.

It will enter into force on 1 January 2019.

- Circular CSSF 18/698 on the authorisation and organisation of investment fund managers incorporated under Luxembourg law. This circular aims at providing additional clarifications on certain conditions for authorisation, more particularly the shareholding structure, the minimum capital requirements, the management bodies, the arrangements concerning the central administration and governance and the rules governing the delegation framework. Moreover, it includes specific provisions on the fight against money laundering and terrorist financing applicable to investment fund managers and entities carrying out the activity of registrar agents.

The circular repeals Circular CSSF 12/546 on the authorisation and organisation of Luxembourg management companies and enters into force with immediate effect.

Publication of the Annual Report 2017 of the Commission de Surveillance du Secteur Financier (CSSF)**Press release 18/28 of 29 August 2018**

The report on the CSSF's activities and the development of the financial centre in 2017 has just been published.

The French version of the report is available free of charge at the CSSF, email: direction@cssf.lu, upon request.

The annual report is also available for consultation and download in French or in English on the website www.cssf.lu.

Marco Zwick sworn in by the Minister of Finance as Director of the CSSF**Press release 18/29 of 4 September 2018**

On 3 September 2018, the Minister of Finance Pierre Gramegna swore in Marco Zwick as a new director of the CSSF. He succeeds Simone Delcourt, who retired, and takes over the fields of competence of UCIs and specialised PFS.

Marco Zwick, who holds a Master's degree in Business Administration from Sheffield Business School (Hallam University) has held various functions in the financial sector since 1989, including being the Head of Compliance of Deutsche Börse Group and Head of Compliance and Risk, EMEA, for Schrodgers prior to joining RBC Investor & Treasury Services in May 2015 as Chief Compliance Officer for Europe,

UK and Asia. He has been chairing the AML Working Group of ALFI for the past 13 years. Since November 2017, Marco Zwick has been co-chairing with the US Stock Exchange Commission the FATF working group on the Risk Based Approach Guidance for Securities. He has also been the President of the Luxembourg Association of Risk Management from 2010-2016 and is a member of the Board of the Economist Club in Luxembourg.

Global situation of undertakings for collective investment at the end of July 2018

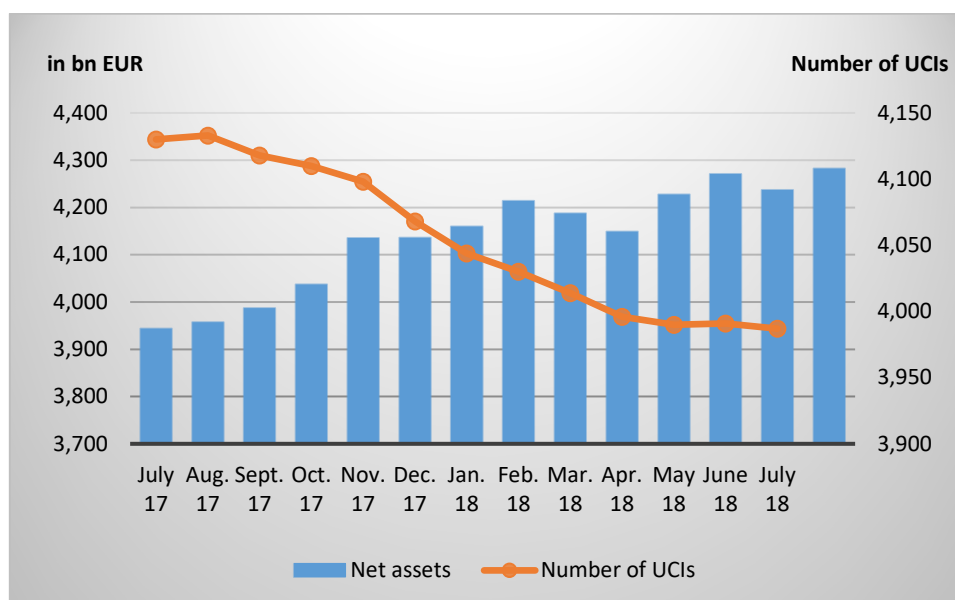
Press release 18/30 of 7 September 2018

I. Overall situation

As at 31 July 2018, total net assets of undertakings for collective investment, including UCIs subject to the 2010 Law, specialised investment funds and SICARs amounted to EUR 4,282.464 billion compared to EUR 4,237.082 billion as at 30 June 2018, i.e. a 1.07% increase over one month. Over the last twelve months, the volume of net assets rose by 8.21%.

The Luxembourg UCI industry thus registered a positive variation amounting to EUR 45.382 billion in July. This increase represents the sum of positive net issues of EUR 10.523 billion (0.25%) and of the positive development in the financial markets amounting to EUR 34.859 billion (0.82%).

The development of undertakings for collective investment is as follows:



The number of undertakings for collective investment (UCIs) taken into consideration totalled 3,966 as against 3,987 in the previous month. A total of 2,573 entities adopted an umbrella structure, which represented 13,364 sub-funds. When adding the 1,393 entities with a traditional structure to that figure, a total of 14,757 fund units were active in the financial centre.

As regards, on the one hand, the impact of financial markets on the main categories of undertakings for collective investment and, on the other hand, the net capital investment in these UCIs, the following can be said about July.

As regards developed countries, the European equity UCIs realised a positive performance following the easing of the trade tensions between Europe and the United States, the stabilisation of the economic indicators and the sound results of the companies in Europe. The robust growth in the United States as well as corporate earnings exceeding anticipations resulted in the US equity UCIs ending the month up. While the Japanese equity prices were sustained by an overall favourable economic environment, despite somewhat lower economic indicators for Japan, the depreciation of the YEN as compared to the EUR has offset these gains. As a result, there was little change in the Japanese equity UCIs.

As regards emerging countries, the trade tensions between the United States and China, the slight slower growth of the Asian countries, divergent developments of the equity markets in several countries of this region as well as the depreciation of the main Asian currencies against the EUR have weighed on the prices of Asian equity UCIs which performed poorly. Despite the political problems of certain Eastern European countries, the lull in the trade tensions between Europe and the United States resulted in the price increases of the Eastern European equity UCIs. This sharp rise in the prices of Latin American equity UCIs is the result of the strong market performance, mainly in Brazil and Mexico as well as a significant appreciation of the main South American currencies as compared to the EUR.

In July, equity UCI categories registered an overall positive net capital investment.

Development of equity UCIs during the month of July 2018*

	Market variation in %	Net issues in %
Global market equities	1.48%	0.87%
European equities	2.11%	0.03%
US equities	1.98%	0.83%
Japanese equities	-0.01%	-0.77%
Eastern European equities	1.49%	-1.31%
Asian equities	0.10%	-0.61%
Latin American equities	8.83%	-0.75%
Other equities	1.26%	-0.14%

* Variation in % of Net Assets in EUR as compared to the previous month

In Europe and in the United States, the government bond yields slightly increased in relation, notably, to the easing of trade tensions between Europe and the United States and the positive economic figures in these two regions. In this context, the investors turned increasingly to corporate bonds with, as a consequence, a slight decrease in risk premiums in favour of these values.

On this basis, EUR-denominated bond UCIs changed little during the month under review whereas the USD-denominated bond UCIs, in particular, in the context of the USD depreciation against the EUR ended the month down.

The relaxation of the trade tensions between Europe and the United States, the economic and political measures started by China as well as the reduction of the risk premiums bolstered the increase of the prices of the emerging countries' bond UCIs.

In July, fixed-income UCIs showed an overall positive net capital investment, mainly due to net subscriptions in money market UCIs.

Development of fixed-income UCIs during the month of July 2018*

	Market variation in %	Net issues in %
EUR money market	-0.02%	-3.18%
USD money market	-0.63%	1.85%
Global money market	-0.16%	2.01%
EUR-denominated bonds	0.10%	0.02%
USD-denominated bonds	-0.45%	0.73%
Global market bonds	0.26%	-0.15%
Emerging market bonds	1.41%	0.12%
High Yield bonds	0.74%	-0.09%
Others	0.21%	0.57%

* Variation in % of Net Assets in EUR as compared to the previous month

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

Development of diversified UCIs and funds of funds during the month of July 2018*

	Market variation in %	Net issues in %
Diversified UCIs	0.82%	0.09%
Funds of funds	1.07%	0.40%

* Variation in % of Net Assets in EUR as compared to the previous month

II. Breakdown of the number and net assets of UCIs

	PART I UCITS		PART II UCIs		SIFs		SUB-TOTAL (without SICARs)		SICARs ¹		TOTAL	
	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)
31/12/2015	1,892	2,946.860 €	384	169.896 €	1,602	389.445 €	3,878	3,506.201 €	282	37.430 €	4,160	3,543.631 €
31/01/2016	1,903	2,819.861 €	378	164.531 €	1,596	386.607 €	3,877	3,370.999 €	282	37.430 €	4,159	3,408.429 €
29/02/2016	1,904	2,813.421 €	373	157.278 €	1,592	387.785 €	3,869	3,358.484 €	282	37.430 €	4,151	3,395.914 €
31/03/2016	1,905	2,847.418 €	371	157.047 €	1,603	390.939 €	3,879	3,395.404 €	282	37.430 €	4,161	3,432.834 €
30/04/2016	1,904	2,888.262 €	370	159.477 €	1,606	394.341 €	3,880	3,442.080 €	282	37.430 €	4,162	3,479.510 €
31/05/2016	1,902	2,928.461 €	371	159.174 €	1,609	400.345 €	3,882	3,487.980 €	282	37.430 €	4,164	3,525.410 €
30/06/2016	1,899	2,906.498 €	367	156.893 €	1,621	398.513 €	3,887	3,461.904 €	282	37.430 €	4,169	3,499.334 €
31/07/2016	1,892	2,997.551 €	365	159.356 €	1,631	408.849 €	3,888	3,565.756 €	282	37.430 €	4,170	3,603.186 €
31/08/2016	1,894	3,033.413 €	363	159.141 €	1,636	409.608 €	3,893	3,602.162 €	282	37.430 €	4,175	3,639.592 €
30/09/2016	1,891	3,051.016 €	362	159.088 €	1,644	411.825 €	3,897	3,621.929 €	282	37.430 €	4,179	3,659.359 €
31/10/2016	1,893	3,053.246 €	356	159.320 €	1,642	413.932 €	3,891	3,626.498 €	282	37.430 €	4,173	3,663.928 €
30/11/2016	1,888	3,065.882 €	355	158.862 €	1,645	415.885 €	3,888	3,640.629 €	282	37.430 €	4,170	3,678.059 €
31/12/2016	1,869	3,116.104 €	353	160.578 €	1,639	424.394 €	3,861	3,701.076 €	283	40.254 €	4,144	3,741.330 €
31/01/2017	1,869	3,138.701 €	351	160.967 €	1,623	427.236 €	3,843	3,726.904 €	283	40.483 €	4,126	3,767.387 €
28/02/2017	1,880	3,217.837 €	351	164.858 €	1,617	436.203 €	3,848	3,818.898 €	282	41.419 €	4,130	3,860.317 €

¹ Before 31 December 2016, the statistical data of SICARs were only published on an annual basis.

	PART I UCITS		PART II UCIs		SIFs		SUB-TOTAL (without SICARs)		SICARs ¹		TOTAL	
	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)	NUMBER	NET ASSETS (in bn €)
31/03/2017	1,895	3,257.773 €	346	165.780 €	1,618	440.288 €	3,859	3,863.841 €	280	42.186 €	4,139	3,906.027 €
30/04/2017	1,892	3,286.525 €	342	164.471 €	1,613	444.874 €	3,847	3,895.870 €	282	42.037 €	4,129	3,937.907 €
31/05/2017	1,895	3,297.803 €	342	162.813 €	1,620	453.326 €	3,857	3,913.943 €	285	42.923 €	4,142	3,956.366 €
30/06/2017	1,887	3,288.338 €	338	160.634 €	1,618	451.703 €	3,843	3,900.675 €	287	42.923 €	4,130	3,943.598 €
31/07/2017	1,885	3,307.103 €	338	159.097 €	1,619	448.554 €	3,842	3,914.754 €	291	42.827 €	4,133	3,957.581 €
31/08/2017	1,876	3,328.865 €	337	156.448 €	1,615	458.911 €	3,828	3,944.224 €	290	43.104 €	4,118	3,987.328 €
30/09/2017	1,880	3,380.943 €	332	154.308 €	1,608	459.079 €	3,820	3,994.330 €	290	42.810 €	4,110	4,037.140 €
31/10/2017	1,871	3,470.456 €	325	155.929 €	1,612	466.213 €	3,808	4,092.598 €	290	43.097 €	4,098	4,135.695 €
30/11/2017	1,864	3,469.422 €	325	155.343 €	1,591	465.954 €	3,780	4,090.719 €	288	45.080 €	4,068	4,135.799 €
31/12/2017	1,859	3,486.445 €	323	154.189 €	1,576	472.415 €	3,758	4,113.049 €	286	46.565 €	4,044	4,159.614 €
31/01/2018	1,852	3,539.403 €	320	155.272 €	1,573	473.290 €	3,745	4,167.965 €	285	46.065 €	4,030	4,214.030 €
28/02/2018	1,854	3,513.980 €	316	152.309 €	1,560	475.916 €	3,730	4,142.205 €	284	45.118 €	4,014	4,187.323 €
31/03/2018	1,846	3,473.243 €	314	150.078 €	1,552	480.516 €	3,712	4,103.837 €	284	45.061 €	3,996	4,148.898 €
30/04/2018	1,843	3,549.467 €	309	146.350 €	1,554	485.963 €	3,706	4,181.780 €	284	45.752 €	3,990	4,227.532 €
31/05/2018	1,842	3,581.805 €	307	149.109 €	1,558	492.594 €	3,707	4,223.508 €	284	47.517 €	3,991	4,271.025 €
30/06/2018	1,843	3,541.974 €	304	147.522 €	1,557	497.610 €	3,704	4,187.106 €	283	49.976 €	3,987	4,237.082 €
31/07/2018	1,841	3,582.463 €	301	147.933 €	1,545	501.062 €	3,687	4,231.458 €	279	51.006 €	3,966	4,282.464 €

During the month under review, the following 14 undertakings for collective investment have been registered on the official list:

1) UCITS Part I 2010 Law:

- BELGRAVIA LUX UCITS, 15, avenue J-F Kennedy, L-1855 Luxembourg
- BLUEORCHARD UCITS, 28-32, place de la Gare, L-1616 Luxembourg
- BOS INTERNATIONAL FUND, 33A, avenue J-F Kennedy, L-1855 Luxembourg
- CONVICTION PATRIMOINE, 12, rue Eugène Ruppert, L-2453 Luxembourg
- KEEL CAPITAL SICAV-UCITS, 11-13, boulevard de la Foire, L-1528 Luxembourg
- MANDATUM LIFE SICAV-UCITS, 26-28, rue Edward Steichen, L-2540 Luxembourg
- UNIINSTITUTIONAL STRUCTURED CREDIT, 308, route d'Esch, L-1471 Luxembourg
- VM BC AKTIEN GLOBAL, 6, rue Lou Hemmer, L-1748 Luxembourg-Findel
- VM BC ANLEIHEN GLOBAL, 6, rue Lou Hemmer, L-1748 Luxembourg-Findel
- VM BC BASISSTRATEGIE GLOBAL, 6, rue Lou Hemmer, L-1748 Luxembourg-Findel

2) SIFs:

- PROXY P SICAV-SIF, 15, rue Bender, L-1229 Luxembourg
- RASMALA ALTERNATIVE INVESTMENT FUNDS, 11, rue Aldringen, L-1118 Luxembourg
- REDWING S.A. SICAV-SIF, 11, rue Aldringen, L-1118 Luxembourg
- THREE HILLS CAPITAL SOLUTIONS III, 2, boulevard de la Foire, L-1528 Luxembourg

The following 35 undertakings for collective investment have been deregistered from the official list during the month under review:

1) UCITS Part I 2010 Law:

- DB FIXED COUPON FUND 2018, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- ECM CREDIT FUND SICAV, 80, route d'Esch, L-1470 Luxembourg
- FAVORIT-INVEST GARANT 1, 6, rue Lou Hemmer, L-1748 Luxembourg-Findel
- FAVORIT-INVEST GARANT 2, 6, rue Lou Hemmer, L-1748 Luxembourg-Findel
- GFG FUND SICAV, 1C, rue Gabriel Lippmann, L-5365 Munsbach
- HERBEUS SICAV, 2, place François-Joseph Dargent, L-1413 Luxembourg
- ONEWORLD TACTICS, 5, Heienhaff, L-1736 Senningerberg
- PAM INTERNATIONAL FUND SELECTION PORTFOLIO, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- ROCHE-BRUNE FUNDS, 60, avenue J-F Kennedy, L-1855 Luxembourg
- W&W STRATEGIE FONDS, 9A, rue Gabriel Lippmann, L-5365 Munsbach
- WERTE & SICHERHEIT NR. 1, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- WERTE & SICHERHEIT NR. 2 – GLOBALE STABILITÄT, 4, rue Thomas Edison, L-1445 Strassen

2) UCIs Part II 2010 Law:

- BLAKENEY INVESTORS, 15, avenue J-F Kennedy, L-1855 Luxembourg
- EOS INVESTMENT SICAV, 12, rue Eugène Ruppert, L-2453 Luxembourg
- MAN-AHL LANDMARK, 287-289, route d'Arlon, L-1150 Luxembourg

3) SIFs:

- AGALUX ALTERNATIVE FUND, 60, avenue J-F Kennedy, L-1855 Luxembourg
- AMBOLT S.A., 121, avenue de la Faïencerie, L-1511 Luxembourg
- AXA-SPDB CHINA DOMESTIC GROWTH A-SHARES, 49, avenue J-F Kennedy, L-1855 Luxembourg
- CEE MULTISECTOR FUND S.A. - SICAV - SIF, 19, rue Eugène Ruppert, L-2453 Luxembourg
- FOS FORTUNE, 1C, rue Gabriel Lippmann, L-5365 Munsbach
- FOS SURPRISE, 1C, rue Gabriel Lippmann, L-5365 Munsbach
- HIGH LIQUIDITY INVESTMENT FUND, 19-21, route d'Arlon, L-8009 Strassen
- IPC - FORTUNA FUND 1, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- IPC - STELLA CAPITAL FUND, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- IPC-PORTFOLIO INVEST I, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- PRIMATUM FCP SPECIALIZED INVESTMENT FUND, 5, rue Guillaume Kroll, L-1882 Luxembourg
- QUEENSGATE INVESTMENTS FUND I, 42-44, avenue de la Gare, L-1610 Luxembourg
- RESA FONDS, 15, rue de Flaxweiler, L-6776 Grevenmacher
- SESFIKILE GLOBAL PROPERTY FUND, 58, rue Charles Martel, L-2134 Luxembourg
- VAH PRIVATE EQUITY SICAV, 6, avenue Marie-Thérèse, L-2132 Luxembourg
- VALLIS CONSTRUCTION SECTOR CONSOLIDATION FUND SICAV-SIF, 5, rue Guillaume Kroll, L-1882 Luxembourg

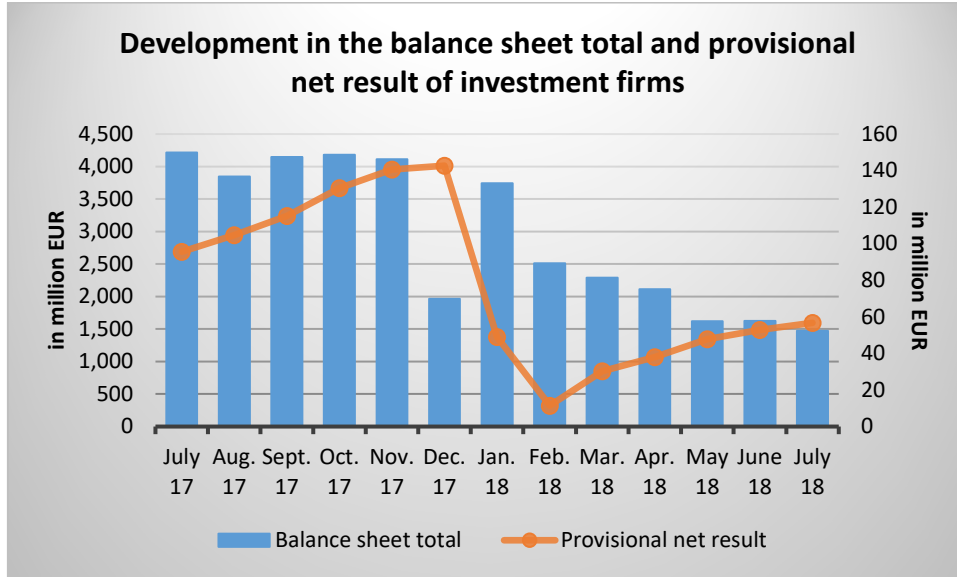
4) SICARs:

- EURAZEO PARTNERS B S.C.A., SICAR, 25C, Boulevard Royal, L-2449 Luxembourg
- EURAZEO PARTNERS S.C.A., SICAR, 25C, Boulevard Royal, L-2449 Luxembourg
- EURO INDUSTRIAL S.A R.L. SICAR, 20, rue de la Poste, L-2346 Luxembourg
- SLB BRAZIL ECONOMY FUND S.A. SICAR, 5, rue Guillaume Kroll, L-1882 Luxembourg

STATISTICS

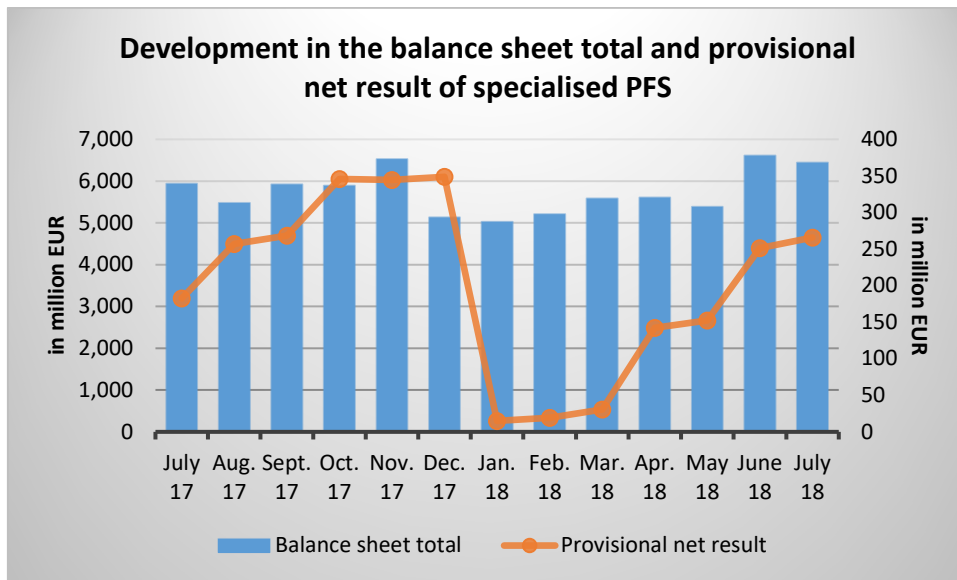
Investment firms

Decrease in the balance sheet total as at 31 July 2018



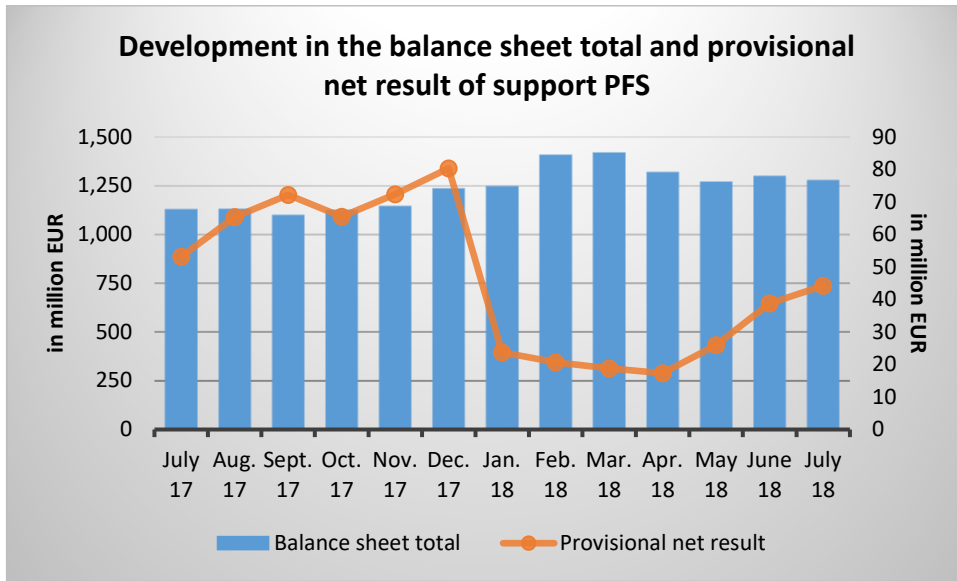
Specialised PFS

Decrease in the balance sheet total as at 31 July 2018



Support PFS

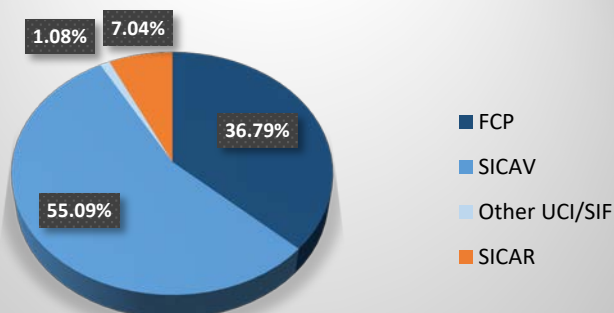
Decrease in the balance sheet total as at 31 July 2018



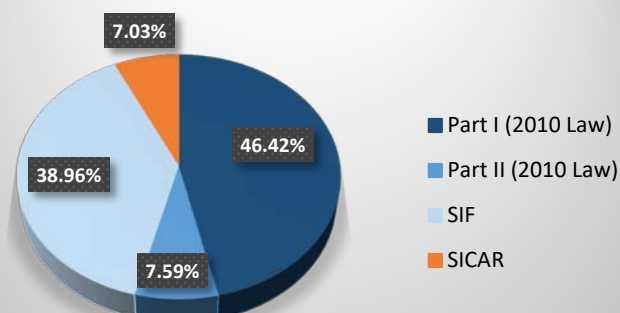
UCIs (Situation as at 31 July 2018)

Number of UCIs

Breakdown according to legal form



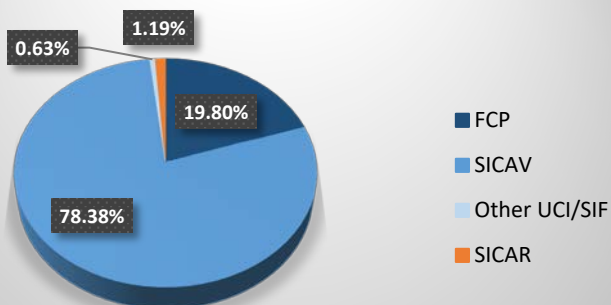
Breakdown according to law and part applicable



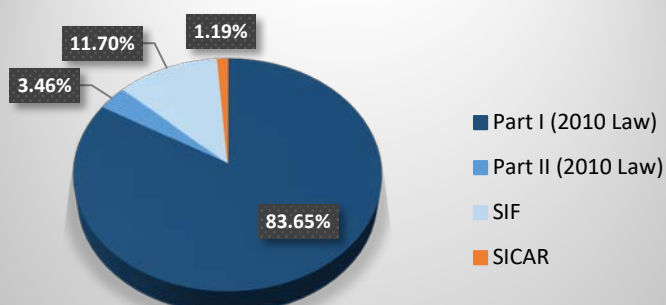
Law, part/legal form	FCPs	SICAVs	Other UCIs/SIFs	SICARs	Total
Part I (2010 Law)	967	874	0	0	1,841
Part II (2010 Law)	151	147	3	0	301
SIFs	341	1,164	40	0	1,545
SICARs	0	0	0	279	279
TOTAL	1,459	2,185	43	279	3,966

Net assets of UCIs

Breakdown according to legal form



Breakdown according to law and part applicable



Law, part/legal form (in bn EUR)	FCPs	SICAVs	Other UCIs/SIFs	SICARs	Total
Part I (2010 Law)	628.184	2,954.279	0.000	0.000	3,582.463
Part II (2010 Law)	51.169	96.094	0.670	0.000	147.933
SIFs	168.693	306.031	26.338	0.000	501.062
SICARs	0.000	0.000	0.000	51.006	51.006

TOTAL	848.046	3,356.404	27.008	51.006	4,282.464
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Breakdown according to investment policy

Breakdown according to investment policy	Net assets (in bn EUR)	Number of fund units ²
Fixed-income securities	1,223.583	3,091
Variable-yield transferable securities	1,315.529	3,909
Mixed transferable securities	957.607	3,986
Funds of funds	251.007	2,180
Money market instruments and other short-term securities	306.606	228
Cash	1.380	17
Private equity	34.008	207
Venture capital	1.902	31
Real estate	67.966	330
Futures and/or options	13.420	125
Other assets	58.450	249
Public-to-Private	0.126	3
Mezzanine	2.817	12
Venture Capital (SICARs)	8.003	88
Private Equity (SICARs)	40.060	301
TOTAL	4,282.464	14,757

Breakdown of net assets according to investment policy

Breakdown according to investment policy	NET ASSETS (in bn EUR)	NUMBER OF FUND UNITS	SUBSCRIPTIONS (in bn EUR)	REDEMPTIONS (in bn EUR)	NET SUBSCRIPTIONS (in bn EUR)
PART I					
Fixed-income transferable securities	1,116.700	2,537	46.074	43.949	2.125
Variable-yield transferable securities	1,252.385	3,551	45.057	41.495	3.562
Mixed transferable securities	775.556	2,851	21.642	21.713	-0.071
Funds of funds	138.135	999	3.346	2.733	0.613
Money market instruments and other short-term securities	287.520	178	149.895	147.468	2.427
Cash	1.065	9	0.608	0.186	0.422
Futures and/or options	7.806	57	0.288	0.439	-0.151
Other assets	3.296	10	0.107	0.121	-0.014

² "Fund units" refers to both traditionally structured UCIs and sub-funds of umbrella funds.

TOTAL PART I:	3,582.463	10,192	267.017	258.104	8.913
PART II					
Fixed-income transferable securities	22.917	107	0.454	0.583	-0.129
Variable-yield transferable securities	13.322	60	0.128	0.219	-0.091
Mixed transferable securities	53.085	191	1.268	1.374	-0.106
Funds of funds	30.465	284	0.289	0.317	-0.028
Money market instruments and other short-term securities	14.670	42	1.009	1.294	-0.285
Cash	0.299	6	0.003	0.065	-0.062
Private equity	5.625	16	0.095	0.014	0.081
Venture capital	0.000	0	0.000	0.000	0.000
Real estate	1.512	21	0.000	0.000	0.000
Futures and/or options	2.592	24	0.095	0.077	0.018
Other assets	3.446	15	0.030	0.152	-0.122
TOTAL PART II:	147.933	766	3.371	4.095	-0.724
SIFs					
Fixed-income transferable securities	83.966	447	1.475	2.008	-0.533
Variable-yield transferable securities	49.822	298	0.701	0.510	0.191
Mixed transferable securities	128.966	944	2.722	1.752	0.970
Funds of funds	82.407	897	2.329	2.166	0.163
Money market instruments and other short-term securities	4.416	8	0.395	0.234	0.161
Cash	0.016	2	0.000	0.000	0.000
Private equity	28.383	191	0.512	0.165	0.347
Venture capital	1.902	31	0.010	0.000	0.010
Real estate	66.454	309	0.650	0.384	0.266
Futures and/or options	3.022	44	0.036	0.336	-0.300
Other assets	51.708	224	1.808	0.532	1.276
TOTAL SIFs:	501.062	3,395	10.638	8.087	2.551
SICARs					
Public-to-Private	0.126	3	0.000	0.000	0.000
Mezzanine	2.817	12	0.000	0.000	0.000
Venture capital	8.003	88	0.000	0.000	0.000
Private equity	40.060	301	0.072	0.289	-0.217
TOTAL SICARs	51.006	404	0.072	0.289	-0.217
TOTAL LUXEMBOURG UCIs	4,282.464	14,757	281.098	270.575	10.523

Origin of the initiators of Luxembourg UCIs

Country	Net assets (in bn EUR)	in %	Number of UCIs	in %	Number of fund units	in %
United States	859.517	20.1%	184	4.6%	1,080	7.3%
United Kingdom	755.454	17.6%	281	7.1%	1,618	11.0%
Germany	612.063	14.3%	1,336	33.7%	2,653	18.0%
Switzerland	585.047	13.7%	575	14.5%	2,748	18.6%
France	400.856	9.4%	312	7.9%	1,499	10.2%
Italy	348.928	8.1%	147	3.7%	1,264	8.6%
Belgium	182.068	4.3%	166	4.2%	927	6.3%
Luxembourg	104.168	2.4%	231	5.8%	660	4.5%
Netherlands	94.822	2.2%	44	1.1%	253	1.7%
Denmark	86.033	2.0%	23	0.6%	214	1.4%
Others	253.508	5.9%	667	16.8%	1,841	12.4%
TOTAL	4,282.464	100.0%	3,966	100.0%	14,757	100.0%

Breakdown of UCI fund units registered in Luxembourg by reference currency

Currency	Net assets (in bn EUR)	in %	Number of fund units	in %
AUD	5.313	0.124%	29	0.197%
CAD	2.030	0.047%	22	0.149%
CHF	48.259	1.127%	280	1.897%
CNH	1.605	0.037%	23	0.156%
CNY	0.171	0.004%	4	0.027%
CZK	1.375	0.032%	65	0.440%
DKK	1.774	0.041%	11	0.075%
EUR	2,341.458	54.675%	9,366	63.468%
GBP	114.179	2.666%	335	2.270%
HKD	4.941	0.115%	10	0.068%
HUF	0.325	0.008%	30	0.203%
JPY	63.940	1.493%	205	1.389%
MXN	0.017	0.000%	1	0.007%
NOK	4.905	0.115%	31	0.210%
NZD	0.710	0.017%	5	0.034%
PLN	0.363	0.008%	14	0.095%
RON	0.479	0.011%	4	0.027%
SEK	53.949	1.260%	186	1.260%

SGD	0.491	0.011%	4	0.027%
TRY	0.016	0.000%	3	0.020%
USD	1,636.140	38.206%	4,128	27.973%
ZAR	0.024	0.001%	1	0.007%
TOTAL	4,282.464	100.000%	14,757	100.000%

Pension funds

As at 19 September 2018, **13 pension funds** in the form of pension savings companies with variable capital (SEPCAVs) and pension savings associations (ASSEPs) were registered on the official list of pension funds subject to the Law of 13 July 2005.

On the same date, the number of professionals authorised to act as **liability managers** for pension funds subject to the Law of 13 July 2005 amounted to **18**.

Securitisation undertakings

Since the publication of the last Newsletter, the following **securitisation undertaking** has been **registered** on the official list of authorised securitisation undertakings governed by the Law of 22 March 2004 on securitisation:

- IMPALA SECURITIES S.A.

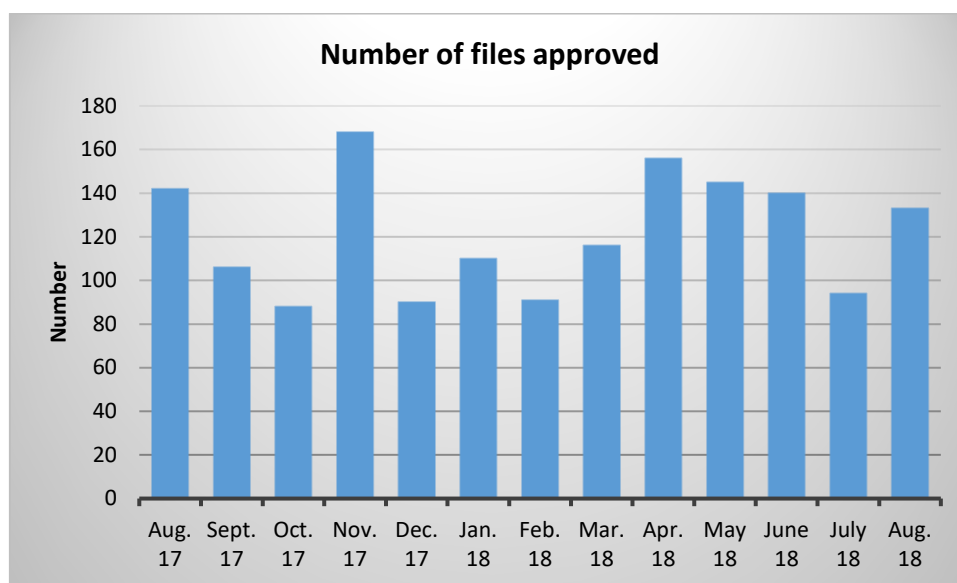
The number of securitisation undertakings authorised by the CSSF in accordance with the Law of 22 March 2004 on securitisation amounted to **32 entities** as at 12 September 2018.

Public oversight of the audit profession

The public oversight of the audit profession covered **59 cabinets de révision agréés** (approved audit firms) and **306 réviseurs d'entreprises agréés** (approved statutory auditors) as at 31 August 2018. The oversight also included **31 third-country auditors and audit firms** duly registered in accordance with the Law of 23 July 2016 concerning the audit profession.

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)

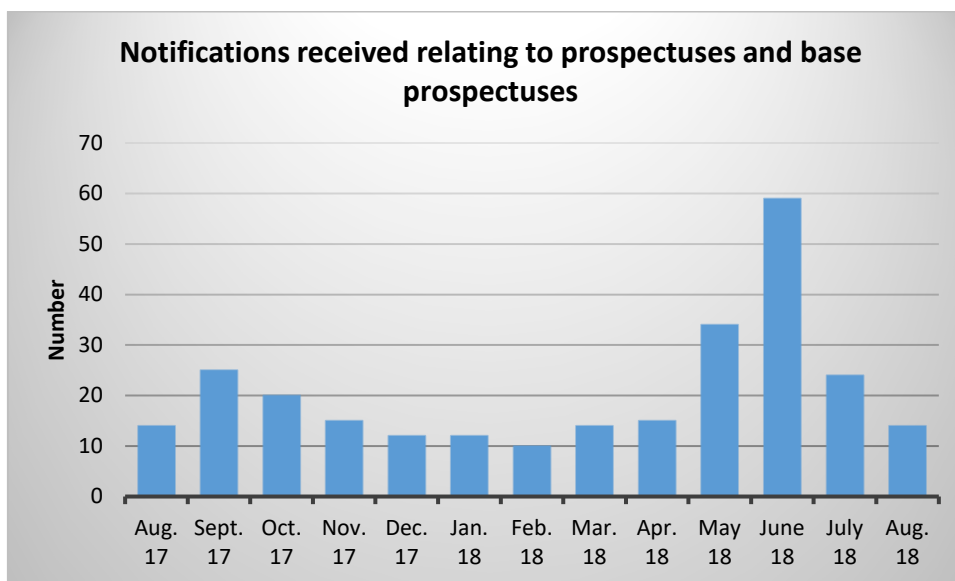
CSSF approvals



In August 2018, the CSSF approved a total of 133 documents pursuant to the Prospectus Law, which break down as follows:

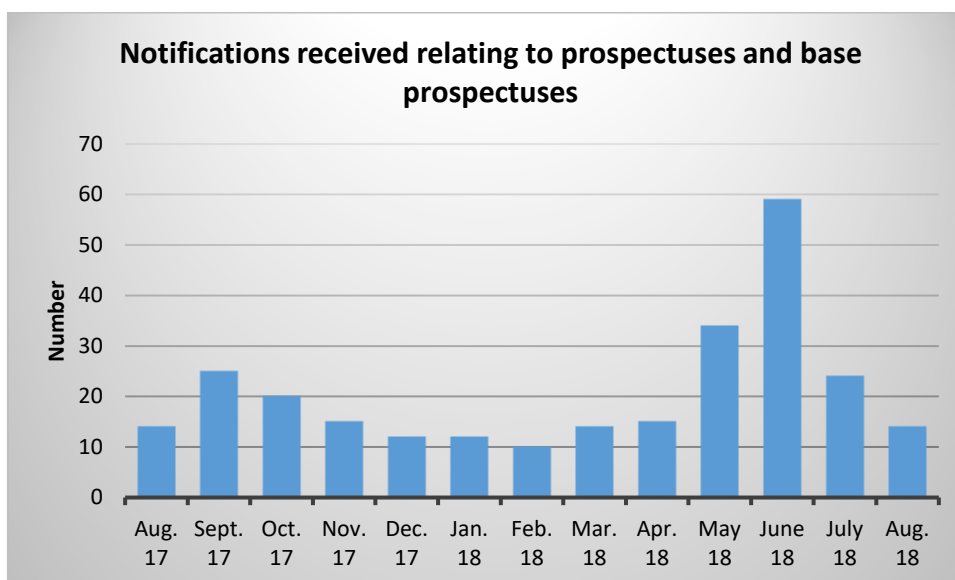
base prospectuses:	18	(13.53 %)
other prospectuses:	10	(7.52 %)
registration documents:	0	(0.00 %)
supplements:	105	(78.95 %)

Notifications received by the CSSF from competent authorities of other EEA Member States



In August 2018, the CSSF received 14 notifications relating to prospectuses and base prospectuses and 84 notifications relating to supplements from the competent authorities of other EEA Member States.

Notifications sent by the CSSF to competent authorities of other EEA Member States



In August 2018, the CSSF sent 20 notifications relating to prospectuses and base prospectuses and 73 notifications relating to supplements to the competent authorities of other EEA Member States³.

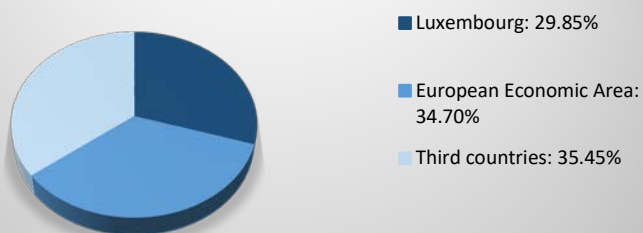
³ These figures reflect the number of prospectuses, base prospectuses and supplements for which the CSSF sent one or several notifications. Where notifications were sent at different dates and/or in several Member States, only the first notification is included in the statistical calculation. Each document notified in one or several Member States is thus only counted once.

Issuers of securities whose home Member State is Luxembourg pursuant to the Law of 11 January 2008 on transparency requirements for issuers (the "Transparency Law")

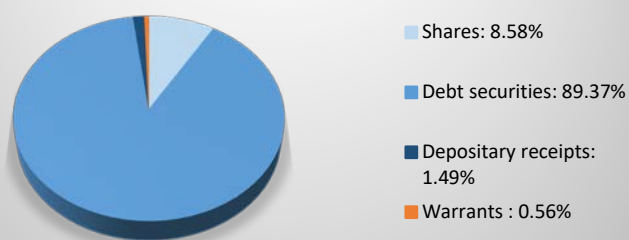
Since 10 August 2018, one issuer has chosen Luxembourg as home Member State for the purposes of the Transparency Law. Moreover, 8 issuers were deregistered from the list due to the fact that they no longer fall within the scope of the Transparency Law.

As at 10 September 2018, 536 issuers, subject to the supervision of the CSSF, were included in the list of issuers whose home Member State is Luxembourg pursuant to the Transparency Law.

Breakdown of issuers according to countries



Breakdown of issuers according to type of securities admitted to trading



FINANCIAL CENTRE

Main updated figures regarding the financial centre

			Annual comparison
Banks	Number (19/09/2018)	138	↘ 4 entities
	Balance sheet total (30/06/2018)	EUR 783.036 bn	↗ EUR 19.590 bn
	Profit before provisions (30/06/2018)	EUR 2.936 bn	↘ EUR 92 m
Payment institutions	Number (19/09/2018)	10	no variation
Electronic money institutions	Number (19/09/2018)	5	no variation
UCIs	Number (17/09/2018)	Part I 2010 Law: 1,836	↘ 46 entities
		Part II 2010 Law: 298	↘ 38 entities
		SIFs: 1,549	↘ 64 entities
		TOTAL: 3,683	↘ 148 entities
	Number (10/09/2018)	SICARs: 277	↘ 13 entities
	Total net assets (31/07/2018)	EUR 4,282.464 bn	↗ EUR 324.883 bn
Management companies (Chapter 15)	Number (31/08/2018)	206	↗ 3 entities
	Balance sheet total (30/06/2018) ⁴	EUR 14.109 bn	↗ EUR 715 m
Management companies (Chapter 16)	Number (31/08/2018)	164	↘ 8 entities
AIFMs	Number (17/09/2018)	236	↗ 10 entities
Pension funds	Number (19/09/2018)	13	no variation
Authorised securitisation undertakings	Number (12/09/2018)	32	↘ 2 entities
Investment firms	Number (19/09/2018)	98 of which 5 branches	↘ 8 entities
	Balance sheet total (31/07/2018)	EUR 1.470 bn	↘ EUR 2.746 bn
	Provisional net profit (31/07/2018)	EUR 56.71 m	↘ EUR 38.82 m
Specialised PFS	Number (19/09/2018)	110	↘ 3 entities
	Balance sheet total (31/07/2018)	EUR 6.442 bn	↗ EUR 505 m
	Provisional net profit (31/07/2018)	EUR 265.845 m	↗ EUR 83.156 m
Support PFS	Number (19/09/2018)	76	↘ 2 entities
	Balance sheet total (31/07/2018)	EUR 1.276 bn	↗ EUR 149 m
	Provisional net profit (31/07/2018)	EUR 44.18 m	↘ EUR 8.96 m
Issuers of securities whose home Member State is Luxembourg pursuant to the Transparency Law	Number (10/09/2018)	536	↘ 87 entities
Public oversight of the audit profession	Number (31/08/2018)	59 <i>cabinets de révision agréés</i>	↘ 1 entity
		306 <i>réviseurs d'entreprises agréés</i>	↗ 8 people
		31 third-country auditors and audit firms	↘ 9 entities
Employment (30/06/2018)	Banks	26,483 people	↗ 350 people
	Management companies (Chapter 15) ⁴	4,552 people	↗ 360 people
	Investment firms	2,084 people	↘ 194 people
	Specialised PFS	4,341 people	↗ 238 people
	Support PFS	10,207 people	↗ 1,005 people
	Total	47,667 people	↗ 1,759 people ⁵

⁴ Preliminary figures

⁵ This development does not mean a net creation or loss of jobs, but includes the transfer of existing jobs from the non-financial sector to the financial sector and vice versa.