

COMMISSION de SURVEILLANCE  
du SECTEUR FINANCIER

CSSF  
NEWSLETTER

No. 91

August 2008



## HUMAN RESOURCES

### ■ RECRUITMENT

In order to increase its staff and following the recent competitive exams, the CSSF recruited six employees on 1 August 2008 and counts now 305 agents, of whom 163 are men and 142 are women. They have been assigned to the following departments:

#### **Department Supervision of Banks**

Gilles KARELS

#### **Department Supervision of UCIs**

Rudy STRANEN

Tom UNGEHEUER

#### **Department Supervision of the Other Professionals of the Financial Sector**

Michel KOHN

Christian SCHROEDER

#### **General Secretariat**

Catherine PHILLIPS

## ANNUAL REPORT

### **English version of the CSSF Annual Report**

The full English version of the CSSF Annual Report 2007 is available on the CSSF website, section "Publications", sub-section "[Annual Report 2007](#)".

## PRESS RELEASE

### ***Press release of 7 August 2008***

#### ■ PROFIT AND LOSS ACCOUNT OF BANKS AS AT 30 JUNE 2008

*The Commission de Surveillance du Secteur Financier estimates profit before provisions of the Luxembourg banking sector at EUR 3,244 million as at 30 June 2008. This figure represents a 1.8% decrease as compared to 30 June 2007, when profit before provisions amounted to EUR 3,305 million.*

*The decrease in operational income of Luxembourg credit institutions remains limited despite the ongoing turmoil in the financial markets. The Luxembourg banking sector, whose exposure to the "subprime" loans is only marginal, is nevertheless affected by the effects of this crisis. Other net income for instance, which includes in particular the changes in the value of the trading portfolio, decreased by EUR 610 million over one year. The downward trend of the stock exchanges moreover affected the wealth management activities, as shown in the commissions received, which fell by 5.0% as compared to 30 June 2007.*

*The important wealth management activities allow the Luxembourg banking sector to enjoy a very comfortable liquidity situation. Luxembourg banks may thus take advantage of the current financing conditions. In this context, the interest rate margin increased by 27.8% over one year.*



## PRESS RELEASE

Banking income, representing the total banking revenue, remained nearly unchanged at EUR 5,442 million. Having regard to the 4.7% increase in general expenses, profit before provisions reached EUR 3,244 million.

Based on the provisional figures currently available, net constitution of provisions, which includes value adjustments to structural portfolios, recorded a substantial increase by EUR 379 million as compared to 30 June 2007. This increase results from the ongoing effects of the market disruption in the first half-year. After tax deduction, which decreased only slightly by 2.4%, provisional net profit decreased by 15.5%.

The subprime crisis does not threaten the financial soundness of the Luxembourg banking sector, which maintains its capacity to generate positive results and to consolidate its capital base. No Luxembourg bank is in a situation that challenges the security of deposits.

### Profit and loss account as at 30 June 2008

| Items in million EUR              | June 2007    | June 2008    | %            |
|-----------------------------------|--------------|--------------|--------------|
| Interest-rate margin <sup>1</sup> | 2,699        | 3,449        | 27.8%        |
| Commissions received              | 2,063        | 1,960        | -5.0%        |
| Other net income                  | 643          | 33           | -94.9%       |
| <b>Banking income</b>             | <b>5,405</b> | <b>5,442</b> | <b>0.7%</b>  |
| Staff costs                       | 1,153        | 1,210        | 4.9%         |
| Other general expenses            | 946          | 987          | 4.3%         |
| <b>General expenses</b>           | <b>2,099</b> | <b>2,197</b> | <b>4.7%</b>  |
| <b>Profit before provisions</b>   | <b>3,305</b> | <b>3,244</b> | <b>-1.8%</b> |

<sup>1</sup> Including dividends received from subsidiaries.

## STATISTICS

### ■ BANKS

#### Changes in the calculation of the banks' balance sheet total

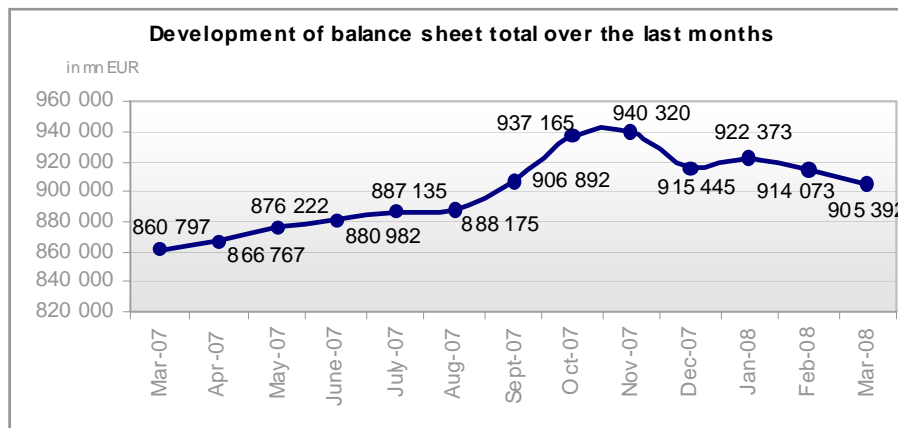
Since 1 January 2008, credit institutions must report their balance sheet total and their profit and loss account under the common European FINREP framework, based on IFRS accounting standards. The introduction of a new reporting, using moreover a new accounting framework, is always a delicate operation which inevitably entails difficulties and delays in the presentation of financial statements.

In addition there have been important changes on the technical level regarding the electronic reporting which is the basis for the publications of figures by the CSSF. These changes concern as much the electronic format to be used (move to XBRL) as the transmission channels used (e-file and SOFIE).

Aware of the efforts required, the CSSF had granted banks an extension for the submission of the financial statements in electronic format (30 days instead of 15 to 20 days depending on the type of table) until 30 June 2008 inclusive. The statistics from January to March 2008 have been caught up in the meantime. For the moment, important problems have been solved and the CSSF expects statistics to be published again within the usual timeframe from August 2008.

Following the merger of Capitalia Luxembourg S.A. with UniCredit International Bank (Luxembourg) S.A., the number of banks registered on the official list amounted to 153 entities as at 31 July 2008.

The total number of employees of Luxembourg credit institutions as at 30 June 2008 reached 27,003 representing a considerable increase of 1,606 employees (+6.3%) over a year.



## ■ PROFESSIONALS OF THE FINANCIAL SECTOR (PFS)

### Important decrease in the PFS' balance sheet total as at 30 June 2008

According to the provisional data provided as at 30 June 2008, the balance sheet total of all the PFS (252 active businesses) amounted to EUR 43.576 billion as against EUR 57.010 billion in the previous month (241 active businesses), which represents a decrease of 23.56% over one month, and as against EUR 112.336 billion as at 30 June 2007 (213 active businesses), which represents a significant decrease by 61.21% over a year.

The decrease in the balance sheet total between June and May 2008, as well as the substantial decline registered in the PFS balance sheet total during the last twelve months, is largely attributable to the variation in the business volume of an entity authorised to perform securities lending.

The number of staff employed by PFS rose from 12,174 as at 31 December 2007 (215 active businesses) to 12,818 people as at 31 March 2008 (233 active businesses), and to 12,914 as at 30 June 2008, representing an increase of 740 people in the first half of 2008.

The PFS newly authorised during that period (42 entities) largely contributed to this positive trend.

Provisional net profit of the 252 entities active as at 30 June 2008 reached EUR 318.24 million, representing an increase of 11.52% as compared to the provisional net profit of EUR 285.36 million as at 31 May 2008 (241 active businesses).

Over a period of twelve months, provisional net profit of all PFS fell from EUR 338.77 million as at 30 June 2007 (213 active businesses) to EUR 318.24 million as at 30 June 2008, representing a decrease of 6.0% over a year. This decline is notably due to entities authorised as administrative agents of the financial sector, private portfolio managers, distributors of units/shares of UCIs and IT systems operators. Whereas for most of those PFS the net profit remained stable, or even grew to some extent over a year, some major PFS recorded a substantial decrease in their results as compared to the end of June 2007.

## STATISTICS

### ■ PENSION FUNDS, SICARS AND AUTHORISED SECURITISATION UNDERTAKINGS

#### Authorisation of six new investment companies in risk capital (SICARs)

Since the publication of the last Newsletter, six new SICARs have been registered on the official list of SICARs governed by the law of 15 June 2004 relating to investment companies in risk capital (SICAR).

The number of SICARs registered on the official list amounted to 205 entities as at 21 August 2008.

The number of securitisation undertakings authorised by the CSSF in accordance with the law of 22 March 2004 on securitisation amounted to 18 entities as at 31 July 2008 compared to 17 entities as at 31 December 2007.

As at 31 July 2008, 13 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 12 as at 31 July 2008.

### ■ MANAGEMENT COMPANIES

#### Authorisation of two new management companies under chapter 13 of the law of 20 December 2002 concerning undertakings for collective investment

The CSSF informs that two new management companies have been registered on the official list of management companies governed by chapter 13 of the law of 20 December 2002 concerning undertakings for collective investment, namely:

- Commerz Derivatives Funds Solutions S.A.
- Société Générale Private Wealth Management S.A.

These management companies are exclusively active in the field of collective management.

Following the withdrawal of ABN AMRO Investment Funds S.A. and Private Portfolio Management Company S.A., 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 another EU Member State amounted to 185 as at 21 August 2008.

Chapter 13 management companies employed 2,396 persons as at 30 June 2008 (182 entities taken into account).

## STATISTICS

### ■ UNDERTAKINGS FOR COLLECTIVE INVESTMENT AND SPECIALISED INVESTMENT FUNDS AT THE END OF JUNE 2008

#### I. Overall situation

As at 30 June 2008, total net assets of undertakings for collective investment and specialised investment funds reached EUR 1,902.092 billion compared to EUR 1,996.959 billion as at 31 May 2008, representing a 4.75% decrease as compared to May 2008. Over the last twelve months, the volume of net assets declined by 7.08%.

This 4.75% decline in Luxembourg UCIs' net assets during the month of June is composed of a 3.98% decrease linked to the impact of financial markets and a 0.77% decrease originating from net capital investment.

Due to the downward trend of economic indicators associated with the growing inflation tensions, stagflation risks resurged during the month of June in many countries and volatility increased on both equity markets and bond markets.

In June, mainly the negative development in equity markets, as shown in the table below, had a considerable impact on the decrease of Luxembourg UCIs' net assets.

#### Development of equity UCIs during the month of June 2008\*

|                         | Market variation | Net issues |
|-------------------------|------------------|------------|
| Global market equities  | -6.20%           | -0.37%     |
| European equities       | -9.12%           | -2.58%     |
| US equities             | -8.37%           | -0.66%     |
| Japanese equities       | -7.89%           | 1.47%      |
| Eastern Europe equities | -9.05%           | -2.49%     |
| Asian equities          | -12.50%          | -2.18%     |
| Latin American equities | -7.35%           | 0.04%      |
| Other equities          | -10.27%          | -0.10%     |

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

As regards bond markets, inflation worries and the negative development of the US dollar as compared to the euro have had a negative influence on these markets during the month of June. Net assets of Luxembourg UCIs have also been impacted by this development.

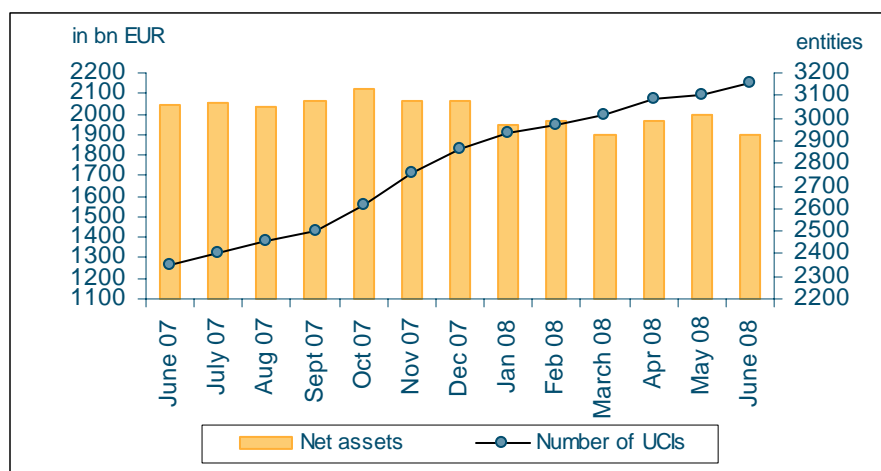
#### Development of fixed-income UCIs during the month of June 2008\*

|                            | Market variation | Net issues |
|----------------------------|------------------|------------|
| EUR money market           | 0.24%            | 0.23%      |
| USD money market           | -1.57%           | -1.54%     |
| Global market money market | -0.13%           | -1.74%     |
| European bonds             | -0.82%           | -1.99%     |
| US bonds                   | -1.54%           | -2.49%     |
| Global market bonds        | -1.40%           | -0.76%     |
| High Yield bonds           | -3.41%           | 0.44%      |
| ABS                        | -1.21%           | -0.26%     |
| Other                      | -1.79%           | -0.26%     |

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

## STATISTICS

During the month of June 2008, net disinvestment amounted to EUR 15.346 billion. Compared to 31 December 2007, net capital investment totalled EUR 24.597 billion.



The number of undertakings for collective investment (UCIs) and specialised investment funds (SIFs) taken into consideration totalled 3,153 as against 3,105 in the previous month. A total of 1,874 entities have adopted an umbrella structure, which represents 10,518 sub-funds. When adding the 1,279 entities with a traditional structure to the previous figure, a total of 11,797 entities are active in the financial centre.

### II. Breakdown of UCIs according to Parts I and II of the 2002 law and SIFs

This table shows the development in the number and net assets of UCIs 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       | 1,645.341 €          | 643          | 295.939 €            | 572    | 117.115 €            | 2,868  | 2,059.395 €          |
| 31/01/2008 | 1,662       | 1,539.494 €          | 653          | 293.107 €            | 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 €          |



## NATIONAL REGULATION

### **Circular CSSF 08/363**

#### **Survey on past due loans and commitments and on specific impairment and provisions of credit institutions as at 31 December 2007 and 30 June 2008**

The purpose of Circular CSSF 08/363 is to carry out a survey on past due loans and commitments and on specific impairment and provisions of credit institutions as at 31 December 2007 and 30 June 2008.

Due to the need to have statistics in this field for the overall analysis of the situation of credit institutions, but also for the purpose of studies and statistics to be drawn up within international working groups in which the CSSF participates, this type of survey will be carried out on a more regular basis in the future.

### **Circular CSSF 08/364**

#### **Financial information to be submitted to the CSSF on a quarterly basis by the “other professionals of the financial sector” (PFS) performing a support PFS activity**

Circular CSSF 08/364 introduces a new content of the “ad-hoc” information schemes to be submitted to the CSSF by the other professionals of the financial sector (PFS) performing a support PFS activity.

The tables by category (II.17. Client communication agents, II.18. Administrative agents of the financial sector and II.19. IT systems and communication networks operators of the financial sector) are replaced by two tables containing all the support PFS activities (ACC, AA, OSIP and OSIS):

- Table II.17 Support PFS: Individual contracts
- Table II.18 Support PFS: Global contracts

These tables shall be filled in according to the type of client (under Luxembourg / foreign law, Financial Sector / Insurance Sector / Other). They include the activities foreseen by the law as well as the headings “other” allowing the PFS concerned to indicate activities not falling under the law.

These tables will enable the CSSF to follow the development of support PFS activities and to determine whether a PFS has at least one contract for which an authorisation as PFS is required.

The new tables shall be submitted on a quarterly basis and for the first time for the situation as at 30 September 2008.

### **Circular CSSF 08/365**

#### **Additional specifications relating to the requirement to report transactions in financial instruments in accordance with article 28 of the law of 13 July 2007 on markets in financial instruments**

Circular CSSF 08/365 supplements the measures described in Circular CSSF 07/302 in relation to the requirement to report transactions in derivative financial instruments admitted to trading on a regulated market of the European Economic Area and the identification of those derivative financial instruments to this end.



## NATIONAL REGULATION

First, the circular describes the new arrangements for the requirement to report transactions in derivatives relating to instruments other than transferable securities (“non-securities derivatives”). According to the new provisions adopted by the Committee of European Securities Regulators, the regulated markets of non-securities derivatives of the European Economic Area are responsible for reporting the transactions executed in their systems to the competent authority of their home Member State, acting as reporting system on behalf of their members and participants. Credit institutions and investment firms executing transactions on a regulated market of non-securities derivatives as a member or participant are henceforth exempted from reporting these transactions.

The circular also introduces a new code, the Alternative Instrument Identifier (“All”) for the identification, in the transaction reports, of securities derivatives admitted to trading on a regulated derivatives market where the ISIN code is not used. In this case, credit institutions and investment firms must identify the securities derivatives in their transaction reports, using either the ISIN code or the All code, depending on the codification used by the regulated derivatives market that admits these instruments to trading. To this end, credit institutions and investment firms are granted an extended time limit until 30 November 2008 to implement the All format in the transaction reports and thus to ensure that their systems comply with the updated version of the *Recueil d'instructions* Transaction in Financial Instruments Reporting (TAF) – Electronic Reporting Instructions.

### Circular CSSF 08/369

#### **Electronic transmission of “Statistical ad-hoc information” (tables II.1. – II.22.) to be submitted to the CSSF by the “other professionals of the financial sector” (PFS); change of the ad-hoc statistics’ periodicity and adaptation of the transmission method of the PFS’ prudential reporting**

The first objective of this circular is to extend, as from 30 September 2008, the electronic transmission to all ad-hoc tables (tables II.1. to II.22.) specific to the different PFS categories, set out in Circulars CSSF 05/187 and CSSF 08/364, which PFS currently transmit in paper form to the CSSF.

The second objective of the circular is to reduce, as from 30 September 2008, the monthly periodicity of the transmission of the ad-hoc tables to a quarterly periodicity. The financial situation (table I) thus remains the only table to be submitted on a monthly basis.

The third objective of the circular is to replace the current PFS reporting transmission method by a secured and standardised transmission method.

The CSSF implemented a security concept based on End-to-end encryption between the institution performing the prudential reporting and the regulator, similarly to the requirements applicable to the TAF/MIFID reporting and the prudential financial reporting of credit institutions (FINREP/COREP in XBRL format).

As from 30 September 2008, the PFS shall transmit the complete prudential reporting provided for by Circulars IML 96/124, CSSF 05/187 and CSSF 08/364 via one of the transmission channels commonly used at the CSSF. Currently, E-file and SOFiE are offered with an encryption/decryption module compatible with the encryption specifications set out in Circular CSSF 08/334 “Encryption specifications for reporting firms”.

## INTERNATIONAL REGULATION

### Basel Committee : publication of two consultative documents

On 22 July 2008, the Basel Committee on Banking Supervision issued two consultative documents (“Guidelines for Computing Capital for Incremental Risk in the Trading Book” and “Proposed Revisions to the Basel II Market Risk Framework”), proposing revisions to the prudential handling of the prudential trading book. The proposal of the Basel Committee is to introduce a capital charge to cover additional risks (“incremental risk charge”) for credit institutions using an internal model for the calculation of own funds requirements for specific risk, and which are, on the one hand, the default risk and the credit quality migration risk, as well as, on the other hand, other equity price risks.

The entry into force of this new capital charge is planned for 1 January 2010 for default risk and credit quality migration risk and for 1 January 2011 for all other equity price risks. An interim solution has been planned for higher securitisation positions (“resecuritisation”) until 2010. Moreover, the weightings for specific risk handling should be amended in the context of the standardised approach. Further details on the application of “prudent valuation” have also been introduced.

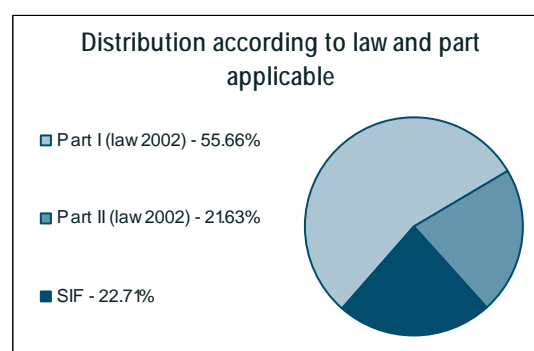
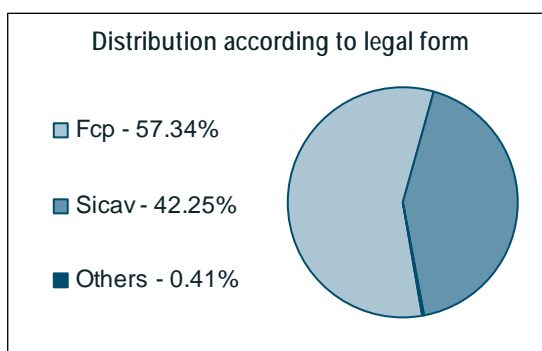
Comments may be sent by email until 15 October 2008 to [baselcommittee@bis.org](mailto:baselcommittee@bis.org)

## UCI STATISTICS

### Quarterly statistics on the undertakings for collective investment industry – Situation as at 30 June 2008

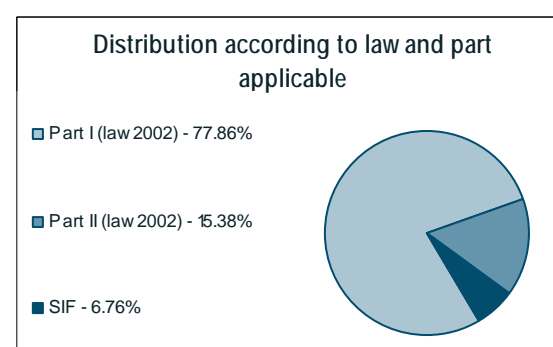
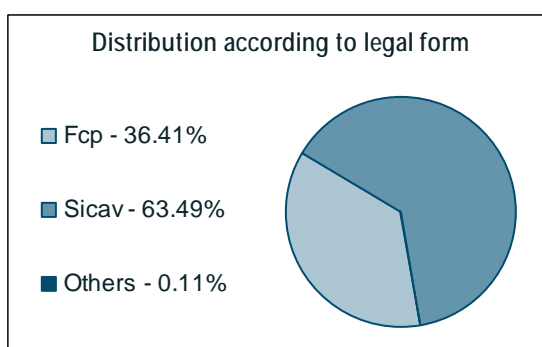
Every three months, in addition to the monthly statistics, the CSSF newsletter provides more detailed information on the investment fund sector, in particular regarding the origin of the promoters and the investment policy of the UCIs.

#### ■ NUMBER OF UCIS



| Law, Part/ legal form | FCP          | SICAV        | Others    | Total        |
|-----------------------|--------------|--------------|-----------|--------------|
| Part I (law 2002)     | 1,133        | 622          | 0         | 1,755        |
| Part II (law 2002)    | 282          | 392          | 8         | 682          |
| SIF                   | 393          | 318          | 5         | 716          |
| <b>TOTAL</b>          | <b>1,808</b> | <b>1,332</b> | <b>13</b> | <b>3,153</b> |

#### ■ NET ASSETS OF UCIS



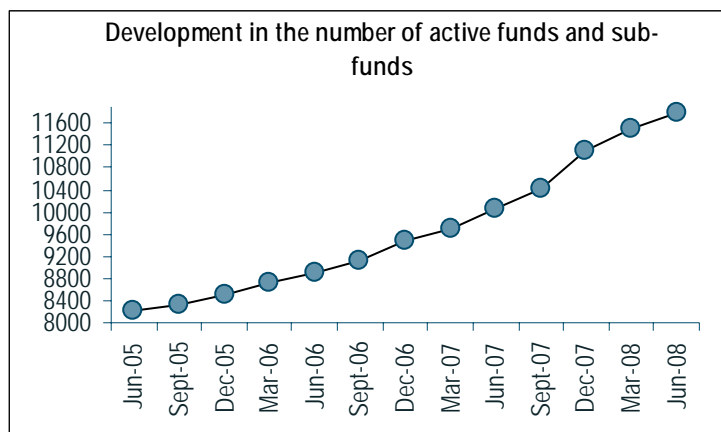
| Law, Part/ legal form (in bn EUR) | FCP            | SICAV            | Others       | Total            |
|-----------------------------------|----------------|------------------|--------------|------------------|
| Part I (law 2002)                 | 520.580        | 960.315          | 0.000        | 1,480.895        |
| Part II (law 2002)                | 96.751         | 193.905          | 1.883        | 292.539          |
| SIF                               | 75.212         | 53.330           | 0.116        | 128.658          |
| <b>TOTAL</b>                      | <b>692.543</b> | <b>1,207.550</b> | <b>1.999</b> | <b>1,902.092</b> |

## UCI STATISTICS

### ■ ORIGIN OF THE PROMOTERS OF LUXEMBOURG UCIS

|                | Net assets<br>(in bn EUR) | In %         |
|----------------|---------------------------|--------------|
| Germany        | 392.576                   | 20.6%        |
| United States  | 365.667                   | 19.2%        |
| Switzerland    | 327.588                   | 17.2%        |
| United Kingdom | 183.882                   | 9.7%         |
| Italy          | 165.369                   | 8.7%         |
| Belgium        | 159.848                   | 8.4%         |
| France         | 127.397                   | 6.7%         |
| Netherlands    | 60.052                    | 3.2%         |
| Sweden         | 28.777                    | 1.5%         |
| Japan          | 24.186                    | 1.3%         |
| Others         | 66.750                    | 3.5%         |
| <b>TOTAL</b>   | <b>1,902.092</b>          | <b>100 %</b> |

### ■ DEVELOPMENT IN THE NUMBER OF UNITS



### ■ INVESTMENT POLICY OF LUXEMBOURG UCIS

|   | Net assets<br>(in bn EUR) |
|---|---------------------------|
| Fixed-income transferable securities (*)    | 782.031                   |
| Variable-yield transferable securities (**) | 598.542                   |
| Mixed transferable securities (***)         | 270.765                   |
| Fund of funds (****)                        | 184.232                   |
| Cash  | 19.692                    |
| Real estate                                 | 19.089                    |
| Futures, options, warrants                  | 26.454                    |
| Others (*****)                              | 1.287                     |
| <b>TOTAL</b>                                | <b>1,902.092</b>          |

(\*) Including EUR 294.065 billion in money market instruments and other short-term securities.

(\*\*) Including EUR 3.331 billion in non-listed transferable securities and EUR 0.341 billion in venture capital.

(\*\*\*) Including EUR 1.449 billion in non-listed transferable securities and EUR 0.293 billion in venture capital.

(\*\*\*\*) Including EUR 0.052 billion in non-listed transferable securities.

(\*\*\*\*\*) Including EUR 0.057 billion in venture capital.



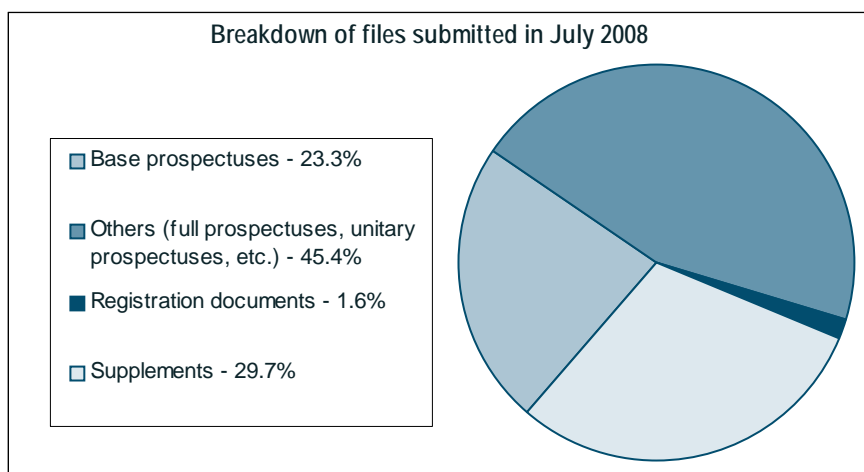
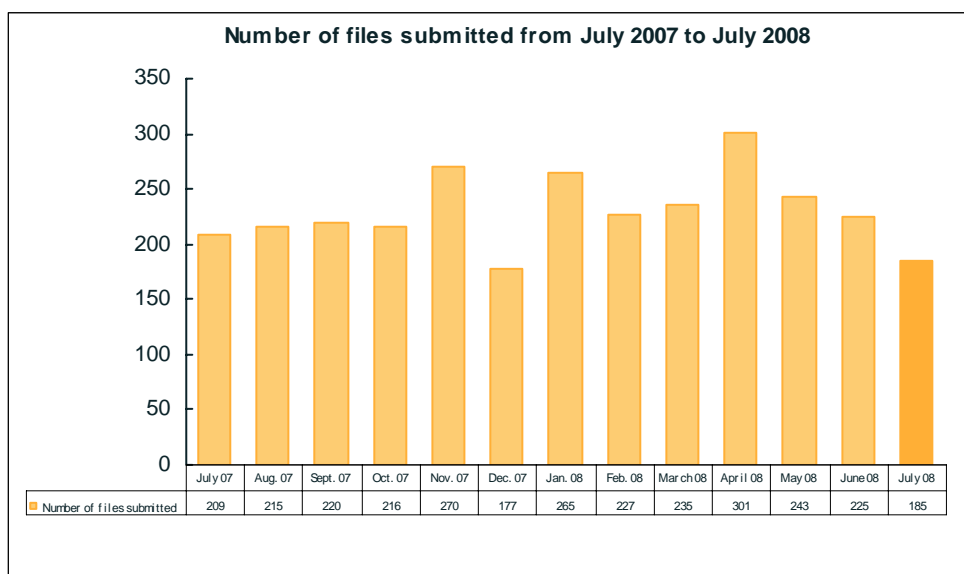
## STATISTICS

### ■ 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

##### 1.1. Applications for approval

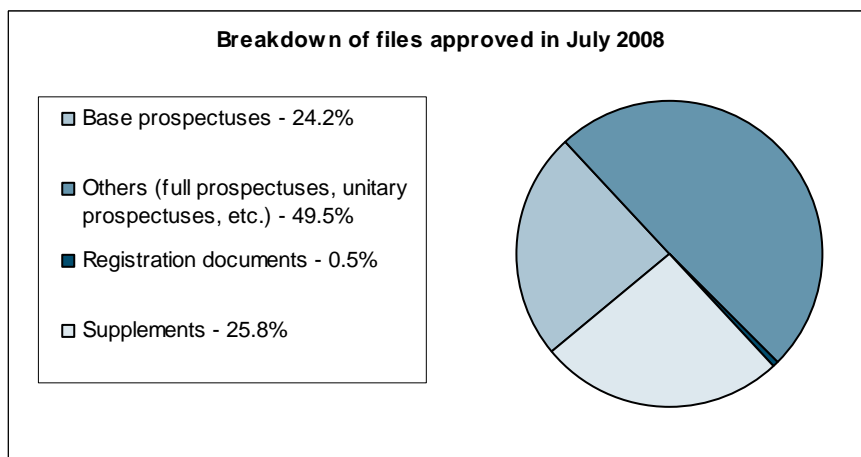
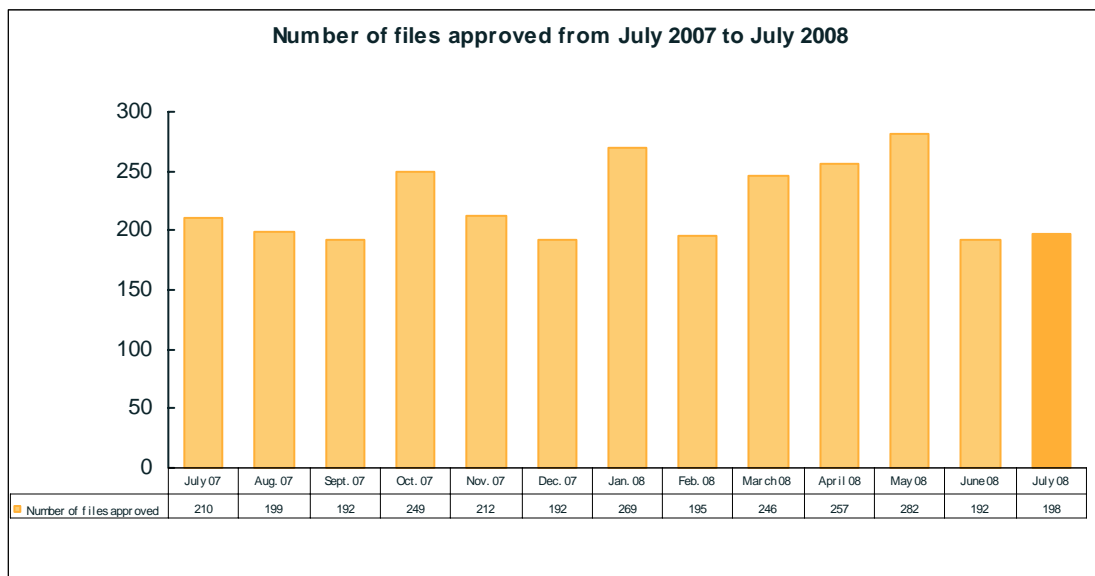
In July 2008, a total of 185 applications for approval have been submitted to the CSSF, i.e. 84 prospectuses, 43 base prospectuses, 3 registration documents and 55 supplements.



## STATISTICS

### 1.2. Documents approved

In July 2008, a total of 198 documents have been approved by the CSSF, i.e. 98 prospectuses, 48 base prospectuses, 1 registration document and 51 supplements.

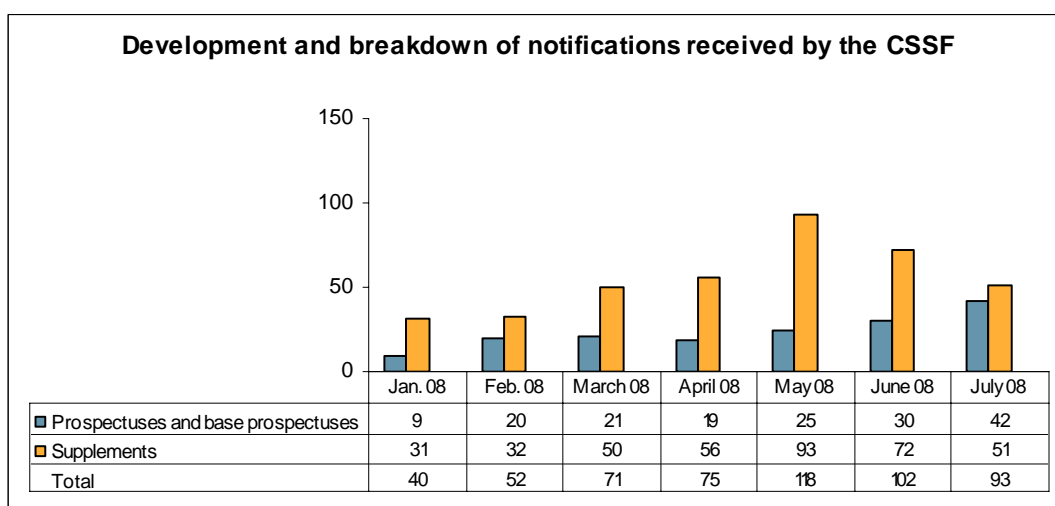
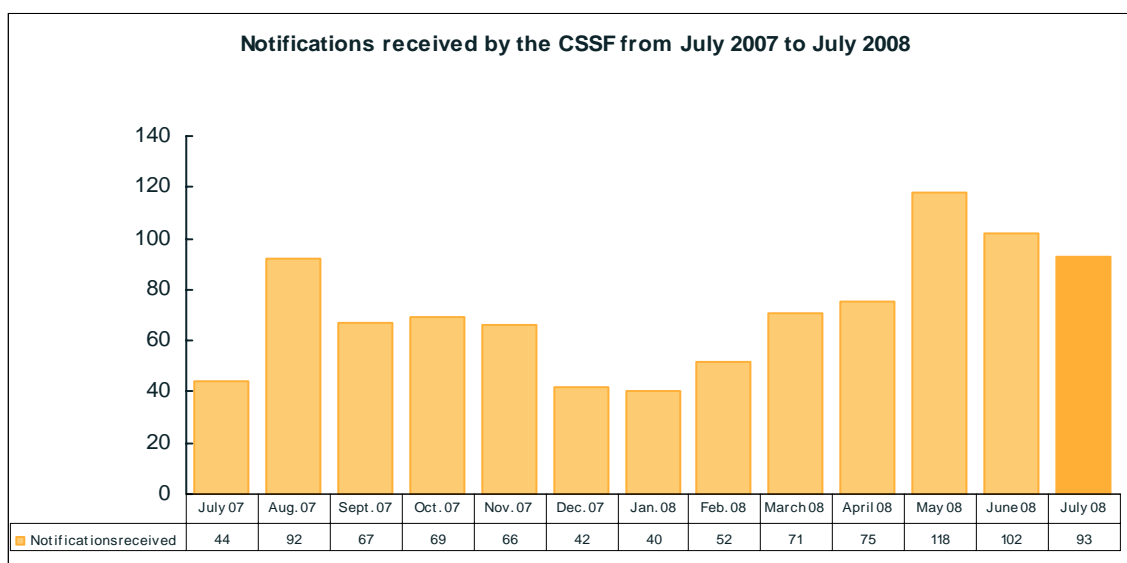


## 2. NOTIFICATIONS

### 2.1. Notifications received by the CSSF

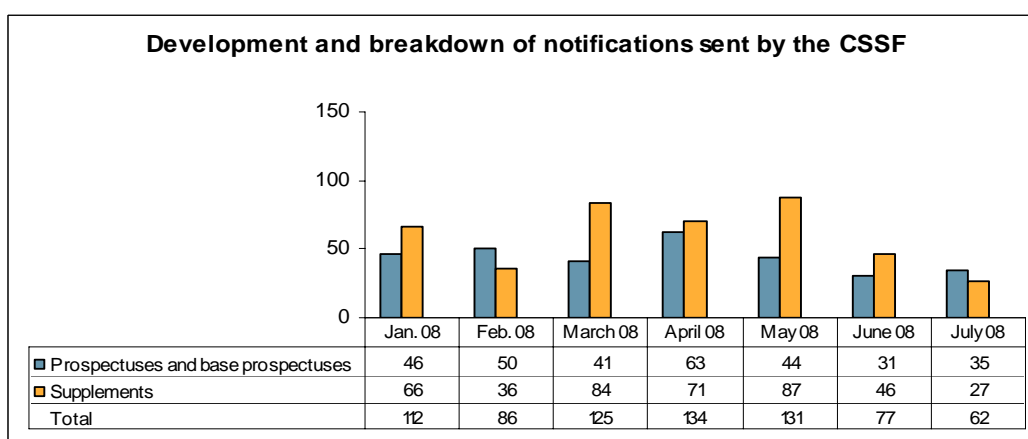
In July 2008, the CSSF received 93 notifications (relating to 42 prospectuses and base prospectuses and to 51 supplements) from the competent authorities of several EU Member States.

## STATISTICS



### 2.2. Notifications sent by the CSSF

In July 2008, the CSSF sent notifications concerning 62 documents\* (35 prospectuses and base prospectuses and 27 supplements) it has approved to the competent authorities of the EU Member States.



\* This figure is the number of documents for which the CSSF sent one or several notifications. Where notifications have been sent at different dates and/or to several Member States, only the first one has been taken into account for the purposes of these statistics. Thus, every document notified in one or several Member States only counts once.

## OFFICIAL LISTS

### ■ LIST OF BANKS

#### Withdrawal:

##### **Capitalia Luxembourg S.A.**

Merger with UniCredit International Bank (Luxembourg) S.A. on 1 July 2008

#### Changes of denomination:

PFPC Bank Limited, Luxembourg Branch has become

##### **PNC International Bank Limited, Luxembourg Branch**

The Bank of New York Europe Limited, Luxembourg Branch has become

##### **The Bank of New York Mellon (International) Ltd., Luxembourg Branch**

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

#### New authorisations:

##### **ALPHA WEALTH MANAGEMENT LUXEMBOURG S.A.**

84, boulevard Napoléon 1<sup>er</sup>, L-2210 Luxembourg

Ministerial authorisation of 28 July 2008

##### **BAUMANN & PARTNERS S.A.**

77, boulevard Grande-Duchesse Charlotte, L-1331 Luxembourg

Ministerial authorisation of 30 June 2008

##### **CITCO C & T (LUXEMBOURG) S.A.**

Le Dôme, Entrée C, 2<sup>e</sup> étage, 2-8, avenue Charles de Gaulle, L-1653 Luxembourg

Ministerial authorisation of 4 July 2008

##### **CITCO FUND SERVICES (LUXEMBOURG) S.A.**

20, rue de la Poste, L-2346 Luxembourg

Ministerial authorisation of 4 July 2008

##### **CITCO REIF SERVICES (LUXEMBOURG) S.A.**

20, rue de la Poste, L-2346 Luxembourg

Ministerial authorisation of 4 July 2008

##### **VR NETZE LUXEMBOURG S.A R.L.**

4, rue Thomas Edison, L-1445 Strassen

Ministerial authorisation of 10 July 2008

#### Withdrawals:

##### **CITCO (LUXEMBOURG) S.A.**

Dissolution following the split-up of the company on 1 July 2008

##### **FIRST TRUST S.A.**

Merger by acquisition on 19 June 2008



## OFFICIAL LISTS

### Changes of denomination:

AB FUND CONSULTING S.à R.L. has become  
**AB FUND SERVICES S.à R.L., in abbreviated form “ABFS”**

AMERICAN EXPRESS FINANCIAL SERVICES (LUXEMBOURG) S.A. has become  
**STANDARD CHARTERED FINANCIAL SERVICES (LUXEMBOURG) S.A.**

ATC-RCS CORPORATE SERVICES has become  
**ATC CORPORATE SERVICES (LUXEMBOURG) S.A.**

IAM STRATEGIC S.A. has become  
**VALBAY INTERNATIONAL S.A.**

UNICO FINANCIAL SERVICES S.A. has become  
**UNION INVESTMENT FINANCIAL SERVICES S.A.**

PFPC INTERNATIONAL LIMITED, Dublin (Irlande), succursale de Luxembourg, has become  
**PNC GLOBAL INVESTMENT SERVICING LIMITED, Dublin (Irlande), succursale de Luxembourg**

### Changes of address:

**ABERDEEN ASSET MANAGERS LIMITED, Aberdeen (Royaume-Uni), succursale de Luxembourg**  
2b, rue Albert Borschette, L-1246 Luxembourg

**LFS MULTI-FAMILY OFFICE S.A.,**  
6, rue Philippe II, Centre Rosenstiel, 3ième étage, L-2430 Luxembourg

**MAITLAND LUXEMBOURG S.A.**  
58, rue Charles Martel, L-2134 Luxembourg

**MERCURIA INDEPENDENT RISK SOLUTIONS S.A.**  
19, rue de Bittbourg, L-1273 Luxembourg

**SECURITIES & COMPLIANCE LUXEMBOURG S.A.**  
11B, boulevard Joseph II, L-1840 Luxembourg

**SERVICES GÉNÉRAUX DE GESTION S.A.**  
412F, route d'Esch, L-2086 Luxembourg

**SGG CORPORATE SERVICES S.A.**  
412F, route d'Esch, L-2086 Luxembourg

### ■ LIST OF PENSION FUNDS

#### Change of denomination:

THE UNILEVER INTERNATIONAL PENSION PLAN has become  
**THE UNILEVER PENSION PLAN**

## OFFICIAL LISTS

### ■ LIST OF MANAGEMENT COMPANIES

#### New companies:

**COMMERZ DERIVATIVES FUNDS SOLUTIONS S.A.**

25, rue Edward Steichen, L-2540 Luxembourg

**SOCIÉTÉ GÉNÉRALE PRIVATE WEALTH MANAGEMENT S.A.**

16, boulevard Royal, L-2449 Luxembourg

#### Withdrawal:

**PRIVATE PORTFOLIO MANAGEMENT COMPANY S.A.**

Dissolution on 30 July 2008

#### Change of denomination:

AMERICAN EXPRESS BANK ASSET MANAGEMENT COMPANY (LUXEMBOURG) S.A. has become  
**STANDARD CHARTERED INVESTMENTS (LUXEMBOURG) S.A.**

#### Changes of address:

**DF INVESTMENTS S.A.**

22, rue Goethe, L-1637 Luxembourg

**GENERALI INVESTMENTS LUXEMBOURG S.A.**

5, allée Scheffer, L-2520 Luxembourg

**MERCURIA MANAGEMENT COMPANY S.A.**

19, rue de Bitbourg, L-1273 Luxembourg

**NIKKO ASSET MANAGEMENT LUXEMBOURG S.A.**

19, rue de Bitbourg, L-1273 Luxembourg

**SWISS LIFE FUNDS (LUX) MANAGEMENT COMPANY**

33A, avenue J.F. Kennedy, L-1855 Luxembourg

### ■ LIST OF SICARS

#### New companies:

**BILFINGER BERGER PROJECT INVESTMENTS S.C.A. SICAR**

1A, Heienhaff, L-1736 Senningerberg

**CLIMATE CHANGE INVESTMENT II S.A. SICAR**

5, rue Jean Monnet, L-2180 Luxembourg

**MANGROVE III S.C.A. SICAR**

20, boulevard Emmanuel Servais, L-2535 Luxembourg

**RB INTERNATIONAL DEVELOPMENT FUND I S.C.A. SICAR**

7, place Clairefontaine, L-1341 Luxembourg

## OFFICIAL LISTS

### **VIZZION PARTICIPATIONS SICAR, S.C.A.**

40, avenue Monterey, L-2163 Luxembourg

### **Change of address:**

### **GENERALI GLOBAL PRIVATE EQUITY S.A. SICAR**

5, allée Scheffer, L-2520 Luxembourg

### ■ **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 June 2008**

### **Registrations**

#### **1) Part I UCIs:**

- ABERDEEN GLOBAL IV, 49, avenue J-F Kennedy, L-1855 Luxembourg
- ADVENT, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- AKBANK TURKISH SICAV, 31, Z.A. Bourmicht, L-8070 Bertrange
- ALTIM FONDS, 3, rue Jean Monnet, L-2180 Luxembourg
- APOBANK VERMÖGENSVERWALTUNG, 4, rue Alphonse Weicker, L-2721 Luxembourg
- ASI FUNDS, 4, rue Dicks, L-1417 Luxembourg
- CAPITAL INTERNATIONAL PORTFOLIOS 2, 6C, route de Trèves, L-2633 Senningerberg
- COMINVEST EUROPA SAFE KICK 7/2014, 25, rue Edward Steichen, L-2540 Luxembourg
- DEKA-AKTIENEUROPA 130/30, 5, rue des Labours, L-1912 Luxembourg
- DEKA-DEUTSCHLANDGARANT 1, 5, rue des Labours, L-1912 Luxembourg
- DEKA-WORLDGARANT 4, 5, rue des Labours, L-1912 Luxembourg
- DRESDNER PRIVATEPORTFOLIO GROWTH SPECIAL, 6A, route de Trèves, L-2633 Senningerberg
- EURIZON INNOVATION FUND, 9-11, rue Goethe, L-1637 Luxembourg
- FIDECUM SICAV, 1C, Parc d'activité Syrdall, L-5365 Munsbach
- GESCAPITAL SICAV, 33, rue de Gasperich, L-5826 Howald-Hesperange
- INDEPENDENT FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- JUPITER MERLIN FUNDS, 40, avenue Monterey, L-2163 Luxembourg
- MERCK FINCK, 11, rue Aldringen, L-1118 Luxembourg
- MERRILL DIAMOND FUNDS, 33, rue de Gasperich, L-5826 Howald-Hesperange
- MIRAE ASSET GLOBAL DISCOVERY FUND, 31, Z.A. Bourmicht, L-8070 Bertrange
- MURPHY&SPITZ, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- OPTIMUM.PORTFOLIO FONDS, 4, rue Dicks, L-1417 Luxembourg
- R&R STARLUX OP, 4, rue Jean Monnet, L-2180 Luxembourg
- SUMITOMO TRUST JAPAN EQUITY FUND, 33, rue de Gasperich, L-5826 Howald-Hesperange
- UFP TIMING GLOBAL SELECT, 4, rue Dicks, L-1417 Luxembourg
- UNIGARANTPLUS: BEST OF ASSETS (2014) II, 308, route d'Esch, L-1471 Luxembourg
- WALLBERG AFRICAN ALL STARS, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- WATERSTOCK FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- WESTLB MELLON MERIDIAN FUND, 1, rue Jean-Pierre Brasseur, L-1258 Luxembourg

#### **2) Part II UCIs:**

- BERLIN & CO STRATEGIE, 1B, Parc d'activité Syrdall, L-5365 Munsbach
- MSF, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- PALLADION SICAV, 18, boulevard Royal, L-2449 Luxembourg
- SAAF (LUX) PRIVATE MARKETS FUND, 11, rue Aldringen, L-1118 Luxembourg
- SPARKASSE MÜNSTERLAND OST, 3, rue des Labours, L-1912 Luxembourg

#### **3) SIFs:**

- ABERDEEN GLOBAL V, 49, avenue J-F Kennedy, L-1855 Luxembourg
- ATHAMAS CAPITAL SICAV-SIF, SCA, 50, avenue J-F Kennedy, L-1855 Luxembourg
- BAYVK I1-FONDS, 18-20, Parc d'Activité Syrdall, L-5365 Munsbach
- BPT HANSA LUX SICAV-SIF, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- CASTELISIA-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- CAUSEWAY SERIES FUNDS SICAV, 1A, Heienhaff, L-1736 Senningerberg
- DWS RUSSIA BOND FUND, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- EFFEPILUX, 16, boulevard Royal, L-2449 Luxembourg
- GHK INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- GS INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- HANSA CEE FUND OF FUNDS SICAV-FIS, 8-10, avenue de la Gare, L-1610 Luxembourg
- HEXAGONE FRENCH REGIONAL PROPERTY FUND, 34, avenue de la Liberté, L-1930 Luxembourg
- HP INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- KMG SICAV-SIF, 19, rue Eugène Ruppert, L-2453 Luxembourg
- LASARTE-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- LUITPOLD SICAV-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- M OPPORTUNITIES S.A., SICAV-FIS, 11, rue Aldringen, L-1118 Luxembourg
- MCZ INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- NEXGEN, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- PJH GLOBAL OPPORTUNITIES FUND - FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- SE INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- SICA FUND S.A., SICAV-FIS, 65, boulevard Grande-Duchesse Charlotte, L-1331 Luxembourg

## OFFICIAL LISTS

- SPINNAKER II INVESTMENT FUND SIF, 23, avenue Monterey, L-2163 Luxembourg
- STATE OF THE ART - INVESTMENT FUND, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- THIRD EYE CAPITAL ABL OPPORTUNITIES FUND, 5, allée Scheffer, L-2520 Luxembourg
- UP INVESTMENTFUND-FIS, 2, rue Heinrich Heine, L-1720 Luxembourg
- VCM VENTURE CAPITAL EUROPE PLUS, 4, rue Jean Monnet, L-2180 Luxembourg

### Withdrawals

#### 1) Part I UCIs:

- ALLIANZ ZINSMANAGER, 6A, route de Trèves, L-2633 Senningerberg
- AXA IM GTAA II, 49, avenue J-F Kennedy, L-1855 Luxembourg
- CAPTO FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- COMINVEST EUROPA INVEST 6/2008, 25, rue Edward Steichen, L-2540 Luxembourg
- COMINVEST US INVEST 6/2008, 25, rue Edward Steichen, L-2540 Luxembourg
- DWS EUROLAND NEUE MÄRKTE, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS FOREX STRATEGY, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- GESTION FINANCIERE INTERNATIONALE LUXEMBOURG-GFI LUXEMBOURG, 69, route d'Esch, L-1470 Luxembourg
- MULTI MANAGER VISION, 25, rue Edward Steichen, L-2540 Luxembourg
- UNITED INVESTMENT FUND, 33, rue de Gasperich, L-5826 Howald-Hesperange

#### 2) Part II UCIs:

- HSBC MICROFINANCE, 40, avenue Monterey, L-2163 Luxembourg

#### 3) SIFs:

- FALCON STRATEGIES SICAV, SIF, 31, Z.A. Bourmicht, L-8070 Bertrange
- INVESTILUX, 50, avenue J-F Kennedy, L-1855 Luxembourg



## FINANCIAL CENTRE

### Main updated figures regarding the financial centre:

Number of banks: **153** (31 July 2008)

Balance sheet total: **EUR 905.392 billion** (31 March 2008)

Profit before provisions: **EUR 3.244 billion** (30 June 2008)

Employment: **27,003 persons** (30 June 2008)

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Number of UCIs: **3,244** (21 August 2008)

*of which 755 specialised investment funds (SIFs)*

Total net assets: **EUR 1,902.092 billion** (30 June 2008)

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Number of SICARs: **205** (21 August 2008)

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Number of pension funds: **13** (31 July 2008)

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Number of management companies: **185** (21 August 2008)  
(chapter 13 of the law of 20 December 2002)

Employment: **2,396 persons** (30 June 2008)

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Number of PFS: **256** (31 July 2008)

Balance sheet total: **EUR 43.576 billion** (30 June 2008)

Provisional net profit: **EUR 318.24 million** (30 June 2008)

Employment: **12,914 persons** (30 June 2008)

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Number of authorised securitisation undertakings: **18** (31 July 2008)

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Total employment in the supervised establishments: **40,662 persons** (31 December 2007)

Total employment in the supervised establishments: **42,313 persons** (30 June 2008)

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### CSSF Newsletter

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