

COMMISSION de SURVEILLANCE
du SECTEUR FINANCIER

CSSF
NEWSLETTER

No. 109

February 2010



HUMAN RESOURCES

Since 15 January 2010, the CSSF has recruited 7 new agents who were assigned to the following departments:

Administration and Finance

Alain OESTREICHER

Information systems and supervision of Support PFS

Isabelle GIL

Legal Department

Anouk DUMONT

Supervision UCIs

Nicolas MULLER

Public oversight of the audit profession

Frank BOURGEOIS

Hugues WANGEN

Supervision Pension funds, SICARs, Securitisation

Paul SCHOLTES

Michael RADEMACHER

As at 15 February 2010, the CSSF counts 330 agents, of whom 178 are men and 152 are women.

NATIONAL REGULATION

■ ENTRY INTO FORCE OF THE LAW OF 18 DECEMBER 2009 CONCERNING THE AUDIT PROFESSION

1) *Public oversight of the audit profession*

The CSSF would like to draw your attention to the publication of the law of 18 December 2009 concerning the audit profession (the "Law") which enters into force on 23 February 2010.

This Law transposes into Luxembourg law Directive 2006/43/EC of the European Parliament and of the Council of 17 May 2006, commonly known as the "8th amended directive", on statutory audits of annual accounts and consolidated accounts, amending Council Directives 78/660/EEC and 83/349/EEC and repealing Directive 84/253/EEC. The above-mentioned law repeals the law of 28 June 1984 on the organisation of the profession of company auditors, as amended.

The transposition of the 8th amended directive into national law mainly concerns the allocation of the public oversight of the audit profession to the CSSF. As the competent authority for the public oversight of the audit profession, the CSSF is responsible for granting the title "réviseur d'entreprise" and "cabinet de révision", for the authorisation and the register of the professionals performing statutory audits of accounts as well as for other duties which are exclusively entrusted to them by the Law. The CSSF is also in charge of the adoption of audit standards and standards on professional ethics and internal quality control of the approved audit firms, of the ongoing training, of the quality assurance as well as of the investigation system and sanctions covering activities reserved for the audit profession.

In parallel, a set of grand-ducal regulations which include measures for the execution of the above-mentioned Law or details of certain provisions of the Law were published together with the Law. These grand-ducal regulations concern aspects of professional qualification of auditors, of ongoing training of auditors and approved auditors, of financing the system for public oversight of the audit profession and of the recognition of professionals from other Member States.

The CSSF will shortly publish a circular which will provide a general description of the new provisions introduced by the Law and the grand-ducal regulations, as well as the practical framework deriving from these laws and regulations.

Useful links:

www.cssf.lu

2) Department Public oversight for the audit profession - Human resources

In the framework of its new duty the CSSF put in place the department "Public oversight of the audit profession" in October 2008 which is in charge of ensuring that the professionals subject to the public oversight carry out controls in accordance with the provisions of the Law.

During 2008 and 2009, the department in charge of the public oversight for the audit profession has actively worked in order to put in place the legal and regulatory framework as well as structures designed to monitor the persons carrying out audits of the annual or consolidated accounts and any other duty entrusted to them by the Law. The department counts currently 7 people.



■ GRAND-DUCAL REGULATION OF 1 FEBRUARY 2010 PROVIDING DETAILS ON CERTAIN PROVISIONS OF THE AMENDED LAW OF 12 NOVEMBER 2004 ON THE FIGHT AGAINST MONEY LAUNDERING AND TERRORIST FINANCING

Grand-ducal regulation of 1 February 2010 providing details on certain provisions of the amended law of 12 November 2004 on the fight against money laundering and terrorist financing is based on the recommendations and methodology of the Financial Action Task Force (FATF). Its purpose is to follow faithfully the requirements listed therein in order to adapt the legal provisions concerning the fight against money laundering and terrorist financing to the standards set out by the FATF. While certain measures were always observed by the professionals based *inter alia* on CSSF circulars, other measures complete certain points of the Luxembourg regulation as set out in the law of 12 November 2004. These measures refer in particular to simplified and enhanced due diligence procedures. The regulation addresses not only professionals of the financial sector as used to be the case for CSSF circulars, but all professionals subject to the amended law of 12 November 2004.

■ CIRCULAR CSSF 10/437 ON GUIDELINES CONCERNING THE REMUNERATION POLICIES IN THE FINANCIAL SECTOR.

The purpose of this circular is to put in place the Commission recommendation 2009/384/EC of 30 April 2009 on the remuneration policies in the financial sector. This recommendation aims to improve taking, managing and controlling risks within the financial institutions by defining guidelines on the structure of remunerations and for the process of drawing up and setting up remuneration policies.

■ CIRCULAR CSSF 10/433 ON THE AMENDMENT OF CIRCULAR CSSF 05/187 REGARDING THE TABLE "OFF-BALANCE SHEET COMMITMENTS" (TABLE III.1.)

The purpose of this circular is to extend the submission of table "Off-balance sheet commitments" (table III.1.) to all Luxembourg investment firms in order to carry out an appropriate permanent supervision. The circular also includes details concerning information about omnibus accounts which shall be indicated in the above-mentioned table as well as information on the transmission method of the table.

The new provisions regarding the table "Off-balance sheet commitments" shall enter into force as from 31 March 2010.

INTERNATIONAL REGULATION

Publication by CEBS of the revised guidelines on financial reporting FINREP and of the new FINREP taxonomy

On 15 December 2009, CEBS published a provisional revised version of the financial reporting scheme FINREP (FINREP rev 2), applicable as from January 2012. In 2010, FINREP rev 2 will be revised in order to take into account the amendments of IASB, i.e. the replacement of IAS 39 international standard the finalisation of which shall take place in 2010.

Furthermore, CEBS developed an XBRL taxonomy (eXtensible Business Reporting Language) for FINREP rev 2. The public consultation regarding FINREP taxonomy will run from 1 January 2010 until 23 April 2010. The FINREP taxonomy is available on the website dedicated to XBRL projects www.eurofiling.info.

Publication by CEBS of the revised framework on common reporting COREP

On 6 January 2010, CEBS published a revised version of COREP. This version takes into account the amendments of Directives 2009/27/EC and 2009/83/EC (CRD) as well as the amendments of Directive 2009/111/EC (CRD II). This revised version of COREP will be applicable by 31 December 2010.

In addition, the sub-group is working on a project which purpose is to harmonise the reporting framework COREP (format, frequency and harmonised reporting dates), applicable as from 31 December 2012.

Publication by CESR of a consultation paper regarding the extension of the scope of the Transparency Directive

On 9 February 2010, the Committee of European Securities Regulators (CESR) published a consultation paper regarding the scope of the notification requirements concerning major shareholdings arising from Directive 2004/109/EC of 15 December 2004 on the harmonisation of transparency requirements in relation to information about issuers whose securities are admitted to trading on a regulated market. This document proposes to extend the scope of the directive in relation to major shareholding notifications to include instruments that create a similar economic effect to holding shares or entitlements to acquire shares which are admitted to trading on a regulated market.

Responses to this consultation paper shall be submitted online via the CESR website (www.cesr.eu) under the heading *Consultations* by 31 March 2010. A copy of this consultation paper may be downloaded on the CESR website as well as on the CSSF website (www.cssf.lu ⇒ Issuers / Prospectuses ⇒ Transparency requirements for issuers of securities ⇒ Documentation).

SANCTIONS

Sanctions against a support PFS

According to Article 63 of the law of 5 April 1993 on the financial sector, as amended, the CSSF fined the managers of a PFS ("*amende d'ordre*") for refusing to provide certain documents concerning its annual accounts requested by the CSSF within the time period set.

WARNING

Warning of 27 January 2010

On 27 January 2010, the CSSF published a warning following the one published by the Irish Financial Services Regulatory Authority regarding the activities of a company named Olta Capital Management Inc. which purports, *inter alia* to have its head office in Luxembourg.

The Commission de Surveillance du Secteur Financier informs that the company Olta Management Inc. has not been granted the required authorisation to offer financial services in or from Luxembourg.

Warning of 3 February 2010

On 3 February 2010, the CSSF published a warning following the one published by the Hellenic Capital Market Commission regarding the activities of a company incorporated under Luxembourg law named Capital Investors S.A., SPF.

The Commission de Surveillance du Secteur Financier informs that the company Capital Investors S.A., SPF, the registered office (11A, boulevard Joseph II, L-1840 Luxembourg) of which was closed with effect from 22 October 2009, does not have the required authorisation to offer financial services in or from Luxembourg.

NEWS

Publication – Prospectuses for securities

The law of 10 July 2005 on prospectuses for securities (the "Prospectus law") is now available in English on the CSSF website under "Laws and regulations".

PRESS RELEASES

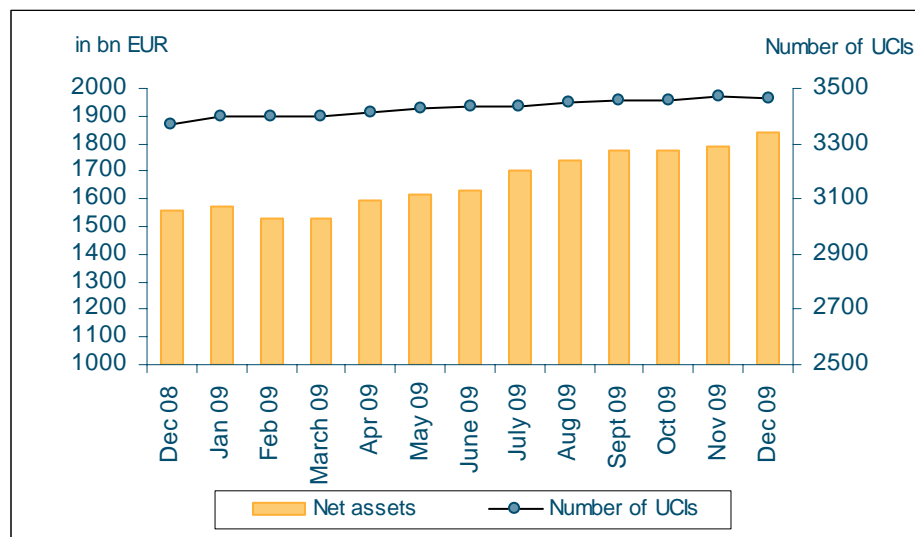
■ GLOBAL SITUATION OF UNDERTAKINGS FOR COLLECTIVE INVESTMENT AND SPECIALISED INVESTMENT FUNDS AT THE END OF DECEMBER 2009

Press release 10/04 of 2 February 2010

I. Overall situation

As at 31 December 2009, total net assets of undertakings for collective investment and specialised investment funds reached EUR 1,840.993 billion compared to EUR 1,788.910 billion as at 30 November 2009, i.e. a 2.91% growth over one month. Over the last twelve months, the volume of net assets increased by 18.04%.

Overall, the Luxembourg UCI industry registered a positive variation amounting to EUR 52.083 billion during December. This positive variation is composed of EUR 50.727 billion (+2.83%) resulting from the positive impact of the financial markets and EUR 1.356 billion (+0.08%) originating from positive net issues.



The number of undertakings for collective investment (UCIs) and specialised investment funds (SIFs) taken into consideration totals 3,463 as against 3,473 in the previous month. A total of 2,108 UCIs have adopted an umbrella structure, which represents 10,877 sub-funds. When adding the 1,355 entities with a traditional structure to the previous figure, a total of 12,232 entities are active in the financial centre.

Regarding equity UCIs, the upward trend of the performances continued in a context of positive macro-economic data publications in December. Luxembourg equity UCIs also registered overall positive net issues in December.

The development of net assets of Luxembourg equity UCIs is illustrated in the table below:

Development of equity UCIs during the month of December 2009*

	Market variation	Net issues
Global market equities	5.66%	0.36%
European equities	5.07%	-0.05%
US equities	7.01%	0.81%
Japanese equities	5.60%	0.49%
Eastern Europe equities	8.52%	-0.43%
Asian equities	7.37%	2.66%
Latin American equities	6.83%	0.26%
Other equities	7.04%	1.89%

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

The European bond markets were affected by the downgrading of the Greek rating by rating agencies in December. Consequently, following the rise of the risk premiums on Greek government bonds, the yield differential between Greek bonds and those of other EU countries became larger.

Overall, due to the increase in the yields of EU government bonds, EU bond UCIs registered losses during December.

However, following another decrease in risk premiums, UCIs investing in High Yield bonds showed positive performances in December.

As regards US government bond market, the anticipation of an inflation rate increase had a negative impact on prices.

Bond UCIs registered positive net issues in net capital investment during December.

Development of fixed-income UCIs during the month of December 2009*

	Market variation	Net issues
EUR money market	0.11%	-5.45%
USD money market	4.26%	0.33%
Global market money market	1.06%	-3.22%
European bonds	-0.59%	0.59%
US bonds	2.38%	1.61%
Global market bonds	1.00%	1.42%
High Yield bonds	3.58%	1.27%
Others	1.43%	1.48%

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

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

Diversified income UCIs and funds of funds during the month of December 2009*

	Market variation	Net issues
Diversified UCIs	2.16%	1.11%
Funds of funds	2.45%	-0.01%

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

Finally, it should be pointed out that during December the 4.2% USD appreciation as compared to euro had a positive impact on net assets of the Luxembourg UCIs investing in USD-denominated securities.

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

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

■ LIFEMARK S.A.

Press release of 10/03 of 1 February 2010

The Commission de Surveillance du Secteur Financier (the "CSSF") has decided today to suspend the securities issued by LIFEMARK S.A. ("Lifemark") from trading on the regulated market of the Luxembourg Stock Exchange. As previously announced, a provisional administrator ("administrateur provisoire") has already been appointed to Lifemark's board of directors on 18 November 2009, for a period of three months, with a mission of auditing, initiative and investigation (please refer to our press release of 19 November 2009). The provisional administrator has, inter alia, been appointed to develop, if possible, together with Lifemark's board of directors, a long-lasting solution to Lifemark's current problems and will file a detailed report on all his findings to the CSSF. In the meantime, Lifemark's board of directors have submitted a proposal on 31 January 2010 to the CSSF to restructure Lifemark's debt that would mainly consist of running out the portfolio and changing the terms and conditions of existing bonds into zero coupon bonds that will not carry an entitlement to receive interest payments. This proposal would, if accepted by the CSSF, be forwarded to the trustee who will be asked to waive immediate coupon payments for the bonds and eventually arrange for the bondholders to vote on the debt restructuring proposed by the board. The CSSF will analyse, on the basis of its investigations and the provisional administrator's report, whether the proposal of Lifemark's board of directors will ensure that investors will recover their original investments or whether the specific liquidation regime of the Luxembourg securitization act will best protect the rights of all investors.

■ PROFIT AND LOSS ACCOUNT OF CREDIT INSTITUTIONS AS AT 31 DECEMBER 2009

Press release 10/02 of 20 January 2010

On the basis of provisional figures¹, the Commission de Surveillance du Secteur Financier estimates profit before provisions of the Luxembourg banking sector at EUR 5,770 million for 2009. This figure represents a 1.4% increase as compared to the financial year 2008.

*This slight improvement in profit before provisions was generated on the background of a **sharp rise in "Other net income"**. This income, which generally closely follows the development in financial markets, increased in 2009 by EUR 1,257 million, mainly due to the fair value changes of securities held by banks. In 2008, the overall decline on financial markets negatively affected the value of these securities as shown by the accounting loss of EUR 528 million recorded in item "Other net income" as at 31 December 2008. Since then, the risk premiums requested by investors were lowered, contributing to the rise in these securities' market value. Thus, the "Other net income" recorded a surplus of EUR 729 million for 2009.*

*On the other hand, the figures also show an **important reduction in recurring income (interest-rate margin and commissions received)**.*

The "Commissions received" item dropped by 13.3% year-on-year. This decline results from the financial crisis and the simultaneous fall in stock market values, which reduced the assets under management used as basis for the calculation of management fees and which discouraged stock exchange transactions generating brokerage commissions.

The interest-rate margin underwent a trend reversal in the last quarter of 2009. Fewer liquidity transformation opportunities and the drop in the banks' balance sheet totals over one year created less interest income. Moreover, dividend income, included in the interest-rate margin figures also registered an important decrease. These dividends were particularly high in 2008 due to the very good results recorded in 2007. This explains the drop in the interest-rate margin (dividends included) by 11.7%.

*Overall, the above indicated factors taken as a whole resulted in a **banking income which remained nearly unchanged in 2009** as compared to the financial year 2008.*

*The 2.9% **decrease in general expenses** thus led to the slight increase of profit before provisions.*

Based on the provisional figures currently available but not yet audited, the net impairments of financial assets which have not been booked in item "Other net income" are expected to significantly decrease as compared to 31 December 2008. At that date, the net result had been historically low due to the important impairment of financial assets generated by the financial crisis. A very steep rise in the 2009 net results will therefore be registered, although they will not match the extraordinary results of the years 2005-2007.

Profit and loss account as at 31 December 2009

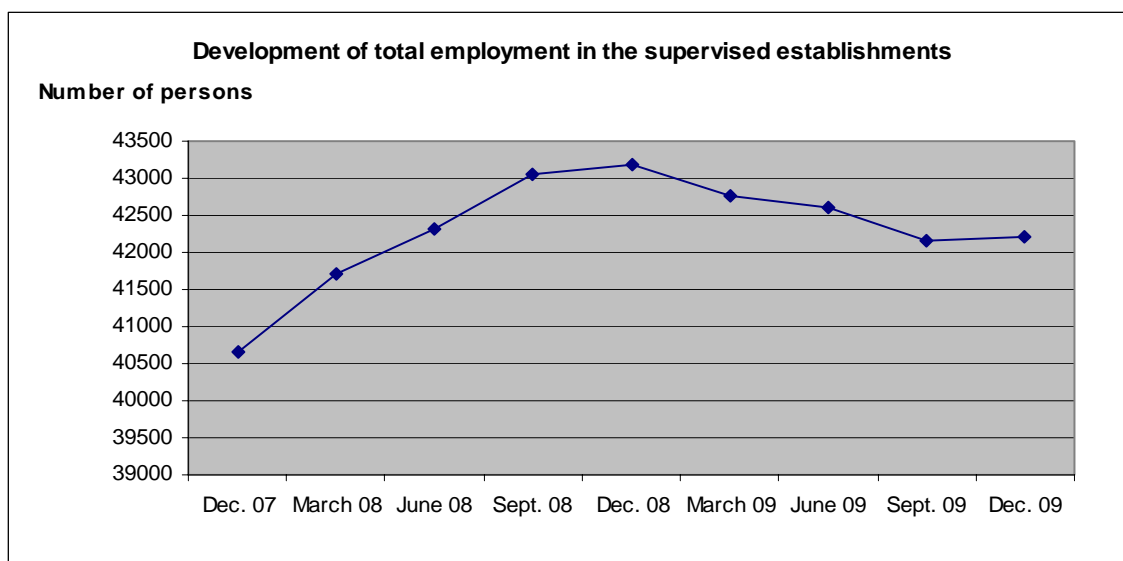
Items in million EUR	December 2008	December 2009	%
Interest-rate margin ²	7,072	6,247	-11.7%
Commissions received	3,603	3,125	-13.3%
Other net income	-528	729	-
Banking income	10,147	10,100	-0.5%
Staff costs	2,403	2,391	-0.5%
Other general expenses	2,056	1,940	-5.6%
General expenses	4,459	4,331	-2.9%
Profit before provisions	5,687	5,770	+1.4%

¹ Survey carried out on a sample of 97.25% of the profit before provisions of the financial year 2008.

² Including dividends received from subsidiaries

STATISTICS

DEVELOPMENT OF TOTAL EMPLOYMENT IN THE SUPERVISED ESTABLISHMENTS



BANKS

Increase in the banks' balance sheet total as at 31 December 2009

As at 31 December 2009, the balance sheet total of the banks established in Luxembourg reached EUR 792.642 billion as compared to EUR 789.206 billion as at 30 November 2009, which represents an increase of 0.43% over one month.

The number of staff employed by Luxembourg credit institutions totalled 26,420 as at 31 December 2009, which represents a decrease of 77 people (-0.29%) compared to 30 September 2009 and of 785 people (-2.97%) over a year.

The number of banks registered on the official list amounts to 150 entities as at 31 January 2010.

■ PROFESSIONALS OF THE FINANCIAL SECTOR (PFS)

Increase in the PFS' balance sheet total as at 31 December 2009

According to the provisional data as at 31 December 2009, the balance sheet total of all the professionals of the financial sector amounted to EUR 22.456 billion as against EUR 22.005 billion as at 30 November 2009, which represents a 2.05 % decrease over a period of one month.

Provisional net profit for all PFS at the end of December 2009 amounted to EUR 1,577.04 million against EUR 1,512.95 million as at 30 November 2009.

The number of staff employed by PFS fell from 13,605 as at 31 December 2008 to 13,362 as at 30 September 2009, i.e. a decrease of 243 people during the first nine months of 2009; however, during the last quarter of 2009, an increase of 123 people was registered, representing a total of 13,485 people employed by the PFS as at 31 December 2009. Over a period of twelve months, these figures represent a yearly decrease of 0.88% or 120 people.

■ PENSION FUNDS, SICARS AND AUTHORISED SECURITISATION UNDERTAKINGS

Pension funds:

As at 5 February 2010, 15 pension funds in the form of pension savings companies with variable capital (sepcav) and pension savings associations (assep) were registered on the official list of pension funds subject to the law of 13 July 2005.

The number of professionals authorised to act as liability managers for pension funds subject to the law of 13 July 2005 amounted to 13 as at 5 February 2010.

investment companies in risk capital (SICARs):

Since the publication of the last Newsletter, the following two 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), as amended:

- MICROVENTURES INVESTMENTS S.C.A., SICAR, 18, rue de l'Eau, L-1449 Luxembourg
- OREY CAPITAL PARTNERS I S.C.A. SICAR, 5, rue Eugène Ruppert, L-2453 Luxembourg

The following SICARs were removed from the official list:

- KKR PEI SICAR, SARL
- GLOBAL BIOFUEL SICAR (GBS), S.C.A.

The number of SICARs registered on the official list amounted to 237 entities as at 5 February 2010.

Securitisation undertakings:

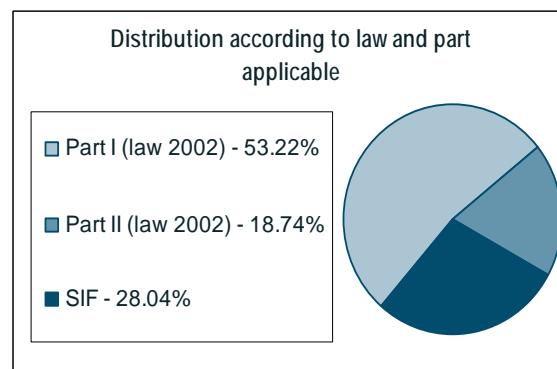
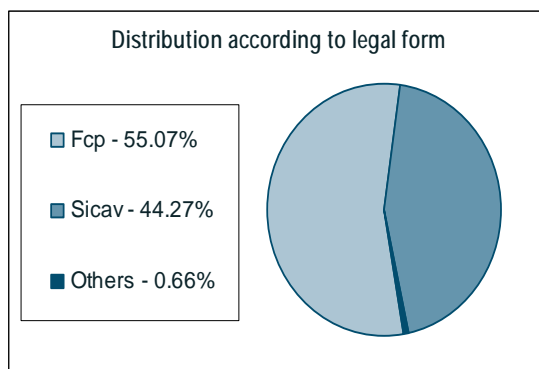
The number of securitisation undertakings authorised by the CSSF in accordance with the law of 22 March 2004 on securitisation amounted to 24 entities as at 5 February 2010.

UCI STATISTICS

Quarterly statistics on the undertakings for collective investment industry – Situation as at 31 December 2009

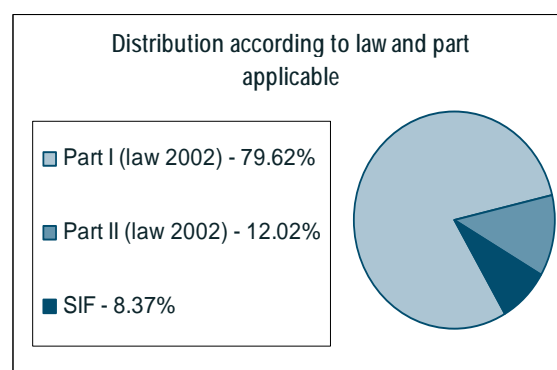
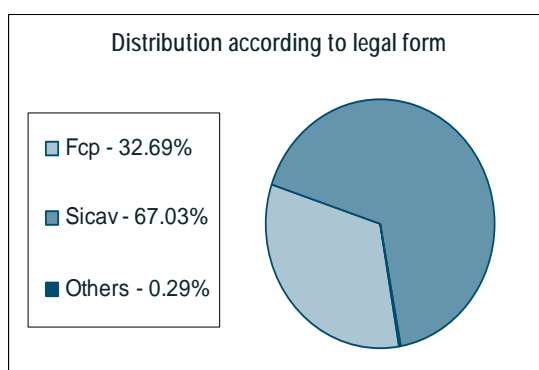
Every three months, in addition to the monthly statistics, the CSSF newsletter provides more detailed information on the investment fund sector, in particular regarding the origin of the promoters and the investment policy of the UCIs.

■ NUMBER OF UCIS



Law, Part/ legal form	FCP	SICAV	Others	Total
Part I (law 2002)	1,185	658	0	1,843
Part II (law 2002)	287	355	7	649
SIFs	435	520	16	971
TOTAL	1,907	1,533	23	3,463

■ NET ASSETS OF UCIS



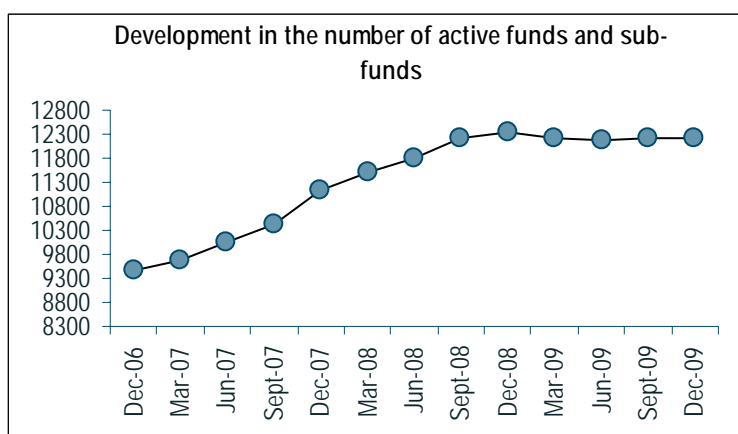
Law, Part \ legal form (in bn EUR)	FCP	SICAV	Others	Total
Part I (law 2002)	446.799	1,018.944	0.000	1,465.743
Part II (law 2002)	80.508	139.803	0.892	221.203
SIFs	74.481	75.187	4.379	154.047
TOTAL	601.788	1,233.934	5.271	1,840.993

UCI STATISTICS

■ ORIGIN OF THE PROMOTERS OF LUXEMBOURG UCIS

	Net assets (in bn EUR)	In %
United States	389.191	21.1%
Germany	350.482	19.0%
Switzerland	292.784	15.9%
United Kingdom	218.794	11.9%
Italy	156.095	8.5%
Belgium	140.974	7.7%
France	124.154	6.8%
Netherlands	39.126	2.1%
Sweden	30.064	1.6%
Luxembourg	28.772	1.6%
Others	70.557	3.8%
TOTAL	1,840.993	100 %

■ DEVELOPMENT IN THE NUMBER OF UNITS



INVESTMENT POLICY OF LUXEMBOURG UCIS

	Net assets (in bn EUR)
Fixed-income transferable securities (*)	801.826
Variable-yield transferable securities (**)	544.113
Mixed transferable securities (***)	296.444
Fund of funds (****)	141.254
Cash	14.511
Real estate	18.965
Futures, options, warrants	19.372
Others (*****)	4.508
TOTAL	1,840.993

(*) Including EUR 314.476 billion in money market instruments and other short-term securities

(**) Including EUR 4.073 billion in non-listed transferable securities and EUR 0.276 billion in venture capital

(***) Including EUR 1.542 billion in non-listed transferable securities and EUR 0.317 billion in venture capital

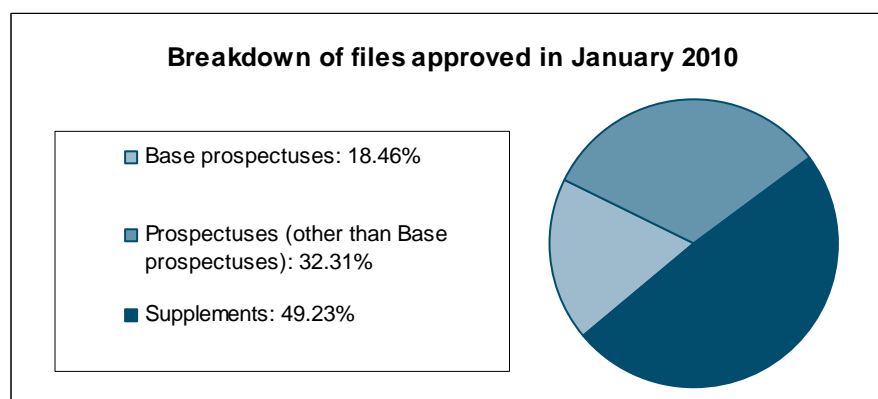
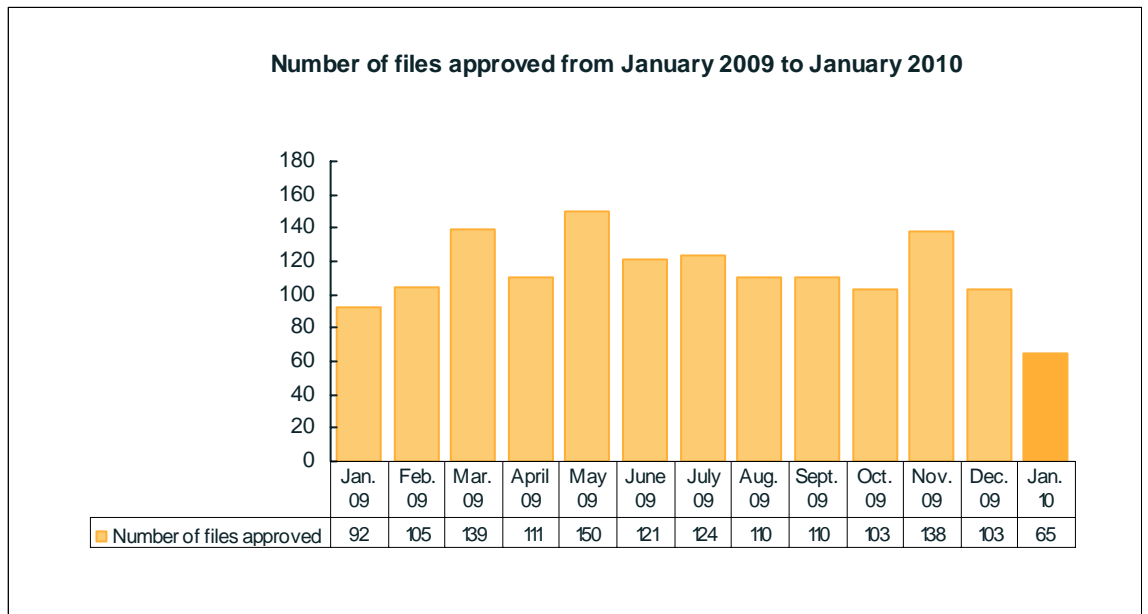
(****) Including EUR 0.190 billion in non-listed transferable securities

(*****) Including EUR 0.056 billion in venture capital

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

1. APPROVALS

In January 2010, a total of 65 documents have been approved by the CSSF, i.e. 21 prospectuses, 12 base prospectuses, 32 supplements.

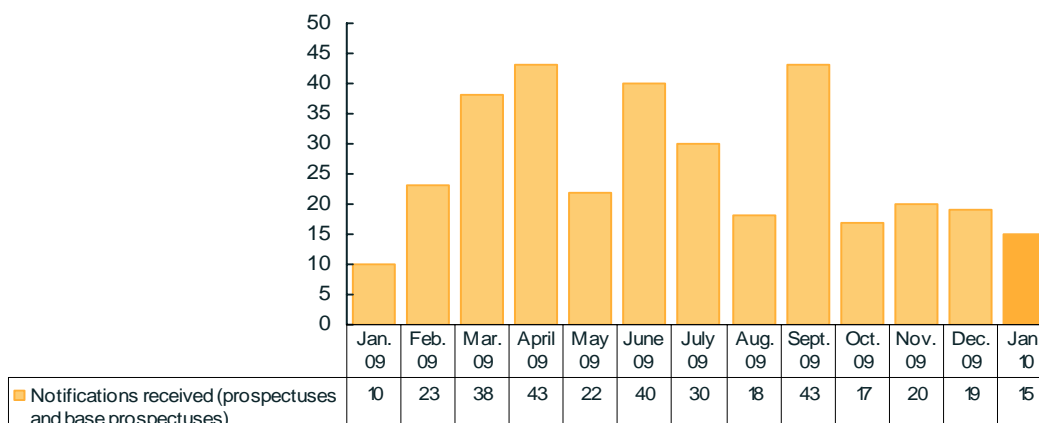


2. NOTIFICATIONS

2.1. Notifications received by the CSSF

In January 2010, the CSSF received 15 notifications relating to prospectuses and base prospectuses and 49 notifications relating to supplements from the competent authorities of several EU Member States.

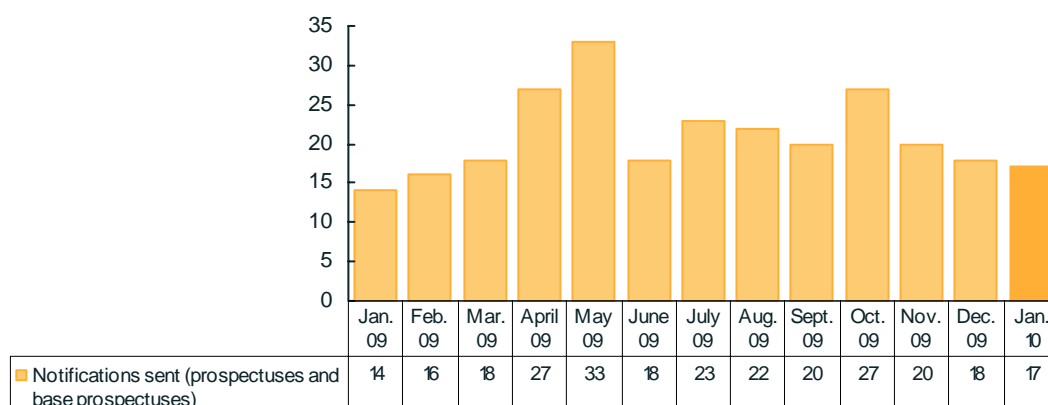
Notifications received (prospectuses and base prospectuses) by the CSSF from January 2009 to January 2010



2.2. Notifications sent by the CSSF

In January 2010, the CSSF sent notifications concerning 17 prospectuses and base prospectuses and 23 supplements¹ it has approved to the competent authorities of the EU Member States.

Notifications sent (prospectuses and base prospectuses) by the CSSF from January 2009 to January 2010



¹ This figure is the number of prospectuses, base prospectuses and supplements for which the CSSF sent one or several notifications. Where notifications have been sent at different dates and/or 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.

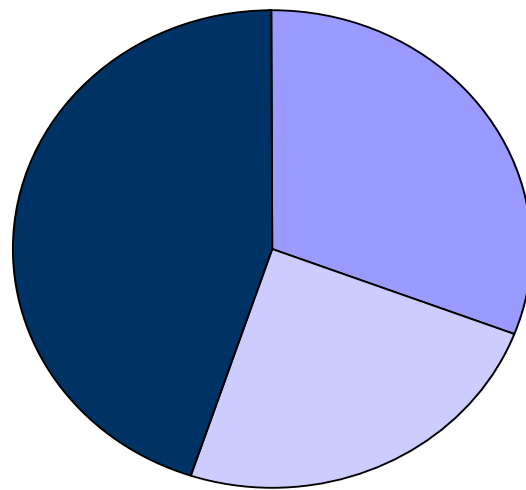
■ ISSUERS FOR WHICH LUXEMBOURG IS THE HOME MEMBER STATE PURSUANT TO THE LAW OF 11 JANUARY 2008 ON TRANSPARENCY REQUIREMENTS FOR ISSUERS OF SECURITIES (THE "TRANSPARENCY LAW")

During January 2010, 4 issuers have chosen Luxembourg as home Member State for the purposes of the Transparency Law. Moreover, 16 issuers were removed from the list due to the fact that they do not have securities admitted to trading on any regulated market situated or operating in an EEA country anymore.

As at 8 February 2010, 751 issuers, subject to the supervision of the CSSF, were included in the list of issuers for which Luxembourg is the home Member State pursuant to the Transparency Law.

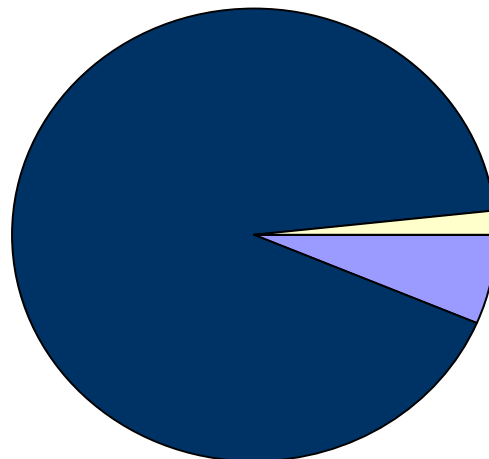
Breakdown of issuers according to countries

- Luxembourg: 30.76%
- European Economic Area: 24.37%
- Third countries: 44.87%



Breakdown of issuers according to type of securities admitted to trading

- Shares: 6.39%
- Debt instruments: 92.01%
- Depository receipts: 1.46%
- Warrants: 0.13%



OFFICIAL LISTS

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

New authorisations:

COMPAGNIE FINANCIERE INDEPENDANTE S.A.

5, Zone d'activité Bourmicht, L-8070 Bertrange

Statuses: investment advisor, broker in financial instruments, commission agent and private portfolio manager

Ministerial authorisation of 6 January 2010

DOMINION CORPORATE SERVICES S.A.

19, rue Eugène Ruppert, L-2453 Luxembourg

Statuses: domiciliation agent of companies and professional performing services of setting-up and of management of companies

Ministerial authorisation of 5 January 2010

TELINDUS S.A.

81-83, route d'Arlon, L-8009 Strassen

Statuses: primary IT systems operator of the financial sector and secondary IT systems and communication networks operator of the financial sector

Ministerial authorisation of 5 January 2010

Extensions of status:

BCB & PARTNERS S.A.

Addition of the statuses of domiciliation agent of companies and professional performing services of setting-up and of management of companies

MAPLES FINANCE LUXEMBOURG S.A.

Addition of the statuses of registrar agent, administrative agent of the financial sector and client communication agent

NOTZ, STUCKI EUROPE S.A.

Addition of the status of management company of non-coordinated UCIs

Withdrawals:

SIX PAY S.A.

10, Parc d'Activité Syrdall, L-5365 Munsbach

TELINDUS PSF S.A.

2, rue des Mines, L-4244 Esch-sur-Alzette

Change of address:

ARKAI LUXEMBOURG S.A.

43, boulevard Joseph II, L-1840 Luxembourg

Changes of denomination:

FINANCIERE CENTURIA LUXEMBOURG S.A. changed denomination for
CENTURIA CAPITAL LUXEMBOURG S.A.

GIP INVEST S.A. changed denomination for
HWB CAPITAL MANAGEMENT S.A.

■ LIST OF PAYMENT INSTITUTIONS

New authorisation:

SIX PAY S.A.

10, Parc d'Activité Syrdall, L-5365 Munsbach

■ LIST OF MANAGEMENT COMPANIES

Changes of address:

HSBC TRINKAUS INVESTMENT MANAGERS S.A.

8, rue Lou Hemmer, L-1748 Luxembourg - Findel

LGI

16, boulevard d'Avranches, L-1160 Luxembourg

ÖKOWORLD LUX S.A.

36-38, Grand-Rue, L-1660 Luxembourg

Withdrawals:

GOTTARDO EQUITY FUND (LUX) MANAGEMENT COMPANY

GOTTARDO STRATEGY FUND (LUX) MANAGEMENT COMPANY

■ LIST OF SICARS

New authorisations:

MICROVENTURES INVESTMENTS S.C.A., SICAR

18, rue de l'Eau, L-1449 Luxembourg

OREY CAPITAL PARTNERS I S.C.A. SICAR

5, rue Eugène Ruppert, L-2453 Luxembourg

Withdrawals:

GLOBAL BIOFUEL SICAR (GBS), S.C.A.

KKR REI SICAR, S.A R.L.

Changes of denomination:

3E CAR PARK INVESTORS SCA, SICAR changed denomination for
SEE CAR PARK INVESTORS SCA, SICAR

ABN AMRO PPP INVESTMENTS SCA SICAR changed denomination for
RBS PPP INVESTMENTS S.C.A. SICAR

LEHMAN BROTHERS MERCHANT BANKING PARTNERS IV (EUROPE) S.C.A., SICAR changed
denomination for
TRILANTIC CAPITAL PARTNERS IV (EUROPE) S.C.A., SICAR

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

New issuers:

<u>NAME</u>	<u>COUNTRY OF INCORPORATION</u>
Banco BPI Cayman Ltd	Cayman Islands
BPI Capital Finance Ltd	Cayman Islands
DSB S-tog a/s	Denmark
SLM Corporation	United States of America

Withdrawals:

<u>NAME</u>	<u>COUNTRY OF INCORPORATION</u>
Blue Egel CDO I S.A.	Luxembourg
Cheung Kong Finance Cayman Limited	Cayman Islands
Commerzbank International S.A.	Luxembourg
MAN Global Strategies Diversified Ltd	Bermuda
MAN Multi-Strategy Series 5 Ltd	Bermuda
MAN Multi-Strategy Series 6 Ltd	Bermuda
MAN-IP 220 Plus (Series 2) Limited	Bermuda
MAN-IP 220 Plus (Series 3) Limited	Bermuda
MAN-IP 220 Plus (Series 4) Limited	Bermuda
MAN-IP 220 Series 4 Ltd	Bermuda
MAN-IP Prisma (Series 2) Limited	Bermuda
Petrocommerce Invest S.A.	Malaysia
Sappi Papier Holding GmbH	Austria
Singapore Telecommunications Limited	Singapore
VCL No.9 S.A.	Luxembourg
Yazicilar Holding A.S.	Turkey

■ 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 December 2009

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

1) Part I UCIs:

- ALANDBANKEN GLOBAL PRODUCTS SICAV I, 8, rue de la Grève, L-1643 Luxembourg
- ARGENTA FUND OF FUNDS, 27, boulevard du Prince Henri, L-1724 Luxembourg
- AXIOM FUND, 1, boulevard Royal, L-2449 Luxembourg
- COMMODITY CAPITAL, 36, avenue du X Septembre, L-2550 Luxembourg
- DB ADVISORS INVEST, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DB ADVISORS STRATEGY FUND, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- EUROPEAN CREDIT FUND SICAV II, 5, allée Scheffer, L-2520 Luxembourg
- FAIRWORLD FONDS, 308, route d'Esch, L-1471 Luxembourg
- JRS SICAV, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- MERIDIO ISLAMIC FUNDS, 1B, Parc d'activité Syrdall, L-5365 Munsbach
- ÖKOWORLD², 36-38, Grand-Rue, L-1660 Luxembourg
- PGT CAPITAL, 1-7, rue Nina et Julien Lefèvre, L-1952 Luxembourg
- PRIME VALUES, 23, avenue de la Liberté, L-1931 Luxembourg
- PROSPER FUNDS SICAV, 12, rue Eugène Ruppert, L-2453 Luxembourg
- RAVEL INVESTMENT SICAV, 12, rue Eugène Ruppert, L-2453 Luxembourg
- SATISFY FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- TRYCON BASIC INVEST HAIG, 21, avenue de la Liberté, L-1931 Luxembourg

2) Part II UCIs:

- HSBC TRINKAUS GOLDEN OPPORTUNITIES, 1-7, rue Nina et Julien Lefèvre, L-1952 Luxembourg
- MERCLIN II SICAV, 12, rue Eugène Ruppert, L-2453 Luxembourg

3) SIFs:

- ALPHA STRATEGY PREMIUM, 16, boulevard Royal, L-2449 Luxembourg
- ALTERNATIVE I S.C.A. SICAV-SIF, 20, rue de la Poste, L-2346 Luxembourg
- ATG ALTERNATIVE INVESTMENT FUND I SICAV-SIF, 335, route de Thionville, L-5885 Hesperange
- BAYVK C1-FONDS, 18-20, Parc d'activité Syrdall, L-5365 Munsbach
- BAYVK H2-FONDS, 18-20, Parc d'activité Syrdall, L-5365 Munsbach
- CAMBODIA-LAOS DEVELOPMENT FUND S.C.A., SICAV-SIF, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- CENTURION SICAV SIF S.C.A., 5, rue Jean Monnet, L-2180 Luxembourg
- EQT CREDIT SICAV-FIS, SCA, 5, allée Scheffer, L-2520 Luxembourg
- FARRINGDON FUND II SICAV-FIS, 5, place de la Gare, L-1616 Luxembourg
- G B A FUND, 1, boulevard Royal, L-2449 Luxembourg
- GAMLA LIV INTERNATIONAL REAL ESTATE FUND, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- GREEN HARBOUR FUND S.A., SICAV-SIF, 1, boulevard Royal, L-2449 Luxembourg
- JRS SICAV-SIF, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- KRESSEN INVESTMENT FUND S.C.A., SICAV-FIS, 16, boulevard Royal, L-2449 Luxembourg
- ÖKORENTA PRIVATE EQUITY I (LUX) S.A., 3A, rue Kroll, L-1882 Luxembourg
- OTTO BEISHEIM FINANCE SICAF-SIF, 69, route d'Esch, L-1470 Luxembourg
- PLUS 2009 SICAV-FIS S.C.A., 3, rue Jean Monnet, L-2180 Luxembourg
- PRAEFINIUM, 20, boulevard Emmanuel Servais, L-2535 Luxembourg
- SIGNINA CAPITAL, 2, rue Albert Borschette, L-1246 Luxembourg
- SOPEP GLOBAL INFRASTRUCTURE FUND, 4, rue Jean Monnet, L-2180 Luxembourg
- VALBAY STRATEGIES FUND, 5, allée Scheffer, L-2520 Luxembourg

The following fifty undertakings for collective investment and specialised investment funds have been withdrawn from the official list in December 2009:

1) Part I UCIs:

- 4Q-BLEND EQUITY OP, 4, rue Jean Monnet, L-2180 Luxembourg
- ALLIANZ GLOBAL INVESTORS TRENDS, 6A, route de Trèves, L-2633 Senningerberg
- ALLIANZ RCM GARANTIEFONDS KLASSIK 100, 6A, route de Trèves, L-2633 Senningerberg
- BALANCED PORTFOLIO A, 4, rue Jean Monnet, L-2180 Luxembourg
- BALANCED PORTFOLIO D, 4, rue Jean Monnet, L-2180 Luxembourg
- BARCLAYS INTERNATIONAL FUNDS, 46A, avenue J-F Kennedy, L-1855 Luxembourg
- BONUS FONDS DIVDAX® 04/2015, 4, rue Alphonse Weicker, L-2721 Luxembourg
- BONUS FONDS DIVDAX® 11/2014, 4, rue Alphonse Weicker, L-2721 Luxembourg
- BONUS FONDS DJ EURO STOXX 50® 04/2015, 4, rue Alphonse Weicker, L-2721 Luxembourg
- COMINVEST GLOBAL CURRENCY PLUS, 25, rue Edward Steichen, L-2540 Luxembourg
- DWS CASH USD, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS GOVERNMENT LIQUIDITY FUND, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS ZUKUNFTSFONDS 2025, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS ZUKUNFTSFONDS 2030, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- DWS ZUKUNFTSFONDS 2035, 2, boulevard Konrad Adenauer, L-1115 Luxembourg
- E.I. CAPITAL, 1C, Parc d'activité Syrdall, L-5365 Munsbach
- ECHIQUIER, 16, boulevard Royal, L-2449 Luxembourg
- EURO-BOND, 4, rue Alphonse Weicker, L-2721 Luxembourg
- EUROPA-BOND, 4, rue Alphonse Weicker, L-2721 Luxembourg
- FALLSCHIRM CAPSI FONDS 02/2014, 4, rue Alphonse Weicker, L-2721 Luxembourg
- FT ABS-INSTITUTIONAL, 283, route d'Arlon, L-1150 Luxembourg
- GUARANTEED FORMULA-FUNDS, 4, rue Alphonse Weicker, L-2721 Luxembourg
- HVB BONUS FONDS DJ EURO STOXX 50® 12/2014, 4, rue Alphonse Weicker, L-2721 Luxembourg
- MIRABAUD BONDS, 1, boulevard Royal, L-2449 Luxembourg
- OP TOPIC BIOTECHNOLOGY, 4, rue Jean Monnet, L-2180 Luxembourg
- OP TOPIC TELECOMMUNICATION, 4, rue Jean Monnet, L-2180 Luxembourg
- OP ZERTIFIKATE PORTFOLIO, 4, rue Jean Monnet, L-2180 Luxembourg
- OPPENHEIM AKTIEN PROTECT, 4, rue Jean Monnet, L-2180 Luxembourg
- OPPENHEIM BOND GLOBAL, 4, rue Jean Monnet, L-2180 Luxembourg
- PIONEER INVESTMENTS DIVIDEND PROTECT 12/2009, 4, rue Alphonse Weicker, L-2721 Luxembourg
- ROLLING BONUS DJ EURO STOXX 50® 2SI, 4, rue Alphonse Weicker, L-2721 Luxembourg
- ROLLING PROTECT 3SI DJ EURO STOXX 50®, 4, rue Alphonse Weicker, L-2721 Luxembourg
- SEB INSTITUTIONAL, 6A, Circuit de la Foire Internationale, L-1347 Luxembourg
- VAN LANSCHOT UMBRELLA FUND, 106, route d'Arlon, L-8210 Mamer

2) Part II UCIs:

- AKZENT INVEST FONDS, 4, rue Thomas Edison, L-1445 Luxembourg-Strassen
- DEXIA LEVERAGED INVESTMENT, 69, route d'Esch, L-1470 Luxembourg
- WARBURG LIFE ASSEKURANZ, 2, place Dargent, L-1413 Luxembourg

3) SIFs:

- CAPITAL INTERNATIONAL PORTFOLIOS 3, 6C, route de Trèves, L-2633 Senningerberg
- DYNAMIC DECISIONS SICAV-SIF, 8, rue de la Grève, L-1643 Luxembourg
- EXORMA FUND, 4, rue Dicks, L-1417 Luxembourg
- FAREASTFUND OIK, 4, rue Jean Monnet, L-2180 Luxembourg
- FIGARO, 4, rue Jean Monnet, L-2180 Luxembourg
- FIMO, 4, rue Alphonse Weicker, L-2721 Luxembourg
- HVB PENSION FUND, 4, rue Alphonse Weicker, L-2721 Luxembourg
- PIONEER INSTITUTIONAL SIF, 4, rue Alphonse Weicker, L-2721 Luxembourg
- POSEIDON, 2, place Dargent, L-1413 Luxembourg
- RAINBOW, 4, rue Jean Monnet, L-2180 Luxembourg
- REAL I.S. & CAM PRIVATE EQUITY DACHFONDS SICAV-FIS I, 65, boulevard Grande-Duchesse Charlotte, L-1331 Luxembourg
- TIZIANO, 4, rue Jean Monnet, L-2180 Luxembourg
- VALARTIS GLOBAL REAL ESTATE SELECT, 5, avenue Monterey, L-2163 Luxembourg

FINANCIAL CENTRE

Main updated figures regarding the financial centre:

Number of banks: **150** (8 February 2010)

Balance sheet total: **EUR 792.642 billion** (31 December 2009)

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

Employment: **26,420 persons** (31 December 2009)

Number of UCIs: **3,485** (15 February 2010)

of which 995 specialised investment funds (SIFs)

Total net assets: **EUR 1,840.993 billion** (31 December 2009)

Number of SICARs: **237** (5 February 2010)

Number of pension funds: **15** (5 February 2010)

Number of management companies: **192** (15 February 2010)
(chapter 13 of the law of 20 December 2002)

Employment: **2,308 persons** (31 December 2009)

Number of PFS: **286** of which 10 branches (15 February 2010)

Balance sheet total: **EUR 22.456 billion** (31 December 2009)

Provisional net profit: **EUR 1.57 billion** (31 December 2009)

Employment: **13,485 persons** (31 December 2009)

Number of authorised securitisation undertakings: **24** (5 February 2010)

Number of issuers of securities for which Luxembourg

is the home Member State pursuant to the Transparency Law: **751** (8 February 2010)

Total employment in the supervised establishments: **42,213 persons** (31 December 2009)

CSSF Newsletter

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