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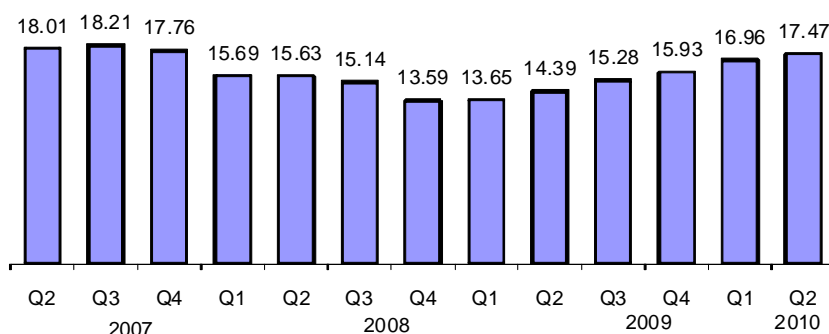
Worldwide Investment Fund Assets and Flows

Trends in the second Quarter 2010

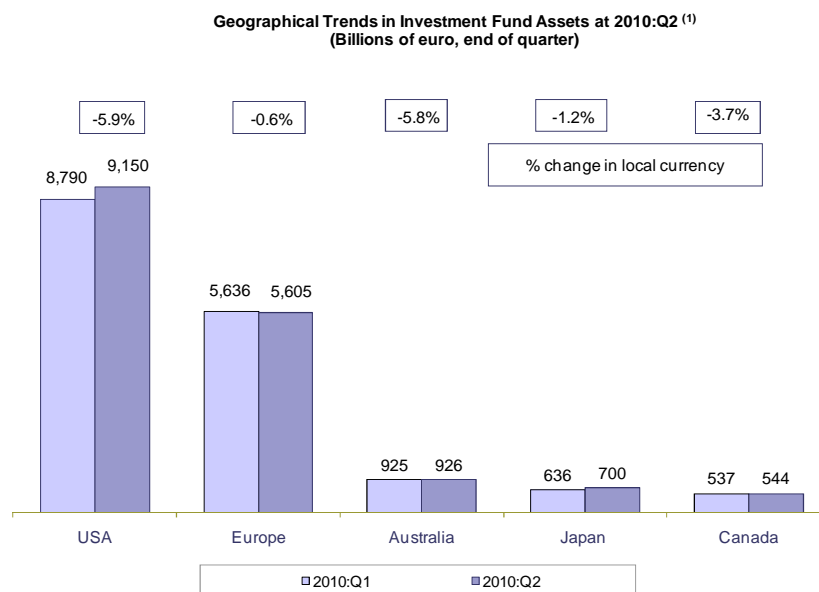
Brussels, 21 October 2010. Investment fund assets worldwide increased by 3.0 percent to €17.47 trillion at the end of the second quarter of 2010. Net cash flow to all funds was negative in the second quarter with €14 billion in outflows, compared to €40 billion in net outflows in the first quarter. Long-term funds experienced positive net cash flow for the fifth consecutive quarter, but the pace of inflows slowed to €180 billion in the second quarter from €254 billion of inflows in the first quarter of 2010. Flows into bond funds, at €83 billion, accounted for almost one half of long-term fund flows in the second quarter. In contrast to long-term funds, money market funds experienced negative net cash flows for the fifth consecutive quarter. Although money market fund outflows slowed to €194 billion in the second quarter from €294 million in the first quarter, money market fund outflows more than offset flows into long-term funds.

The information presented in this report was compiled by EFAMA and the Investment Company Institute on behalf of the International Investment Funds Association, an organization of national investment fund associations. The collection for the second quarter of 2010 contains statistics from 45 countries.

Worldwide Investment Fund Assets
(Trillions of euros, end of quarter)



On a U.S. dollar-denominated basis, investment funds assets worldwide decreased 6.8 percent in the second quarter of 2010, to \$21.44 trillion. The difference with the increase measured on a Euro-denominated basis reflects the strengthening of the dollar. For example, on a U.S. dollar-denominated basis and taking into account funds of funds, investment fund assets in the United States decreased 5.9 percent in the second quarter of 2010, compared with a 4.1 percent increase on a Euro-denominated basis.



(1) Including funds of funds assets.

Geographical Trends by Type of Fund, 2010:Q2
(Billions of euros, end of quarter)

	USA	Europe ⁽¹⁾	Japan	Canada
Equity	3,747	1,634	448	169
% chg in EUR (2)	-2%	-5%	8%	-3%
% chg in loc. cur. (3)	-12%	-5%	-8%	-8%
Bond	2,000	1,206	78	60
% chg in EUR (2)	16%	3%	13%	8%
% chg in loc. cur. (3)	5%	3%	-3%	2%
Money Market	2,293	898	21	34
% chg in EUR (2)	4%	-5%	14%	-2%
% chg in loc. cur. (3)	-6%	-5%	-2%	-8%
Balanced/ Mixed	517	823	--	187
% chg in EUR (2)	4%	1%	--	4%
% chg in loc. cur. (3)	-6%	1%	--	-2%
Other ⁽⁴⁾	593	295	153	91
% chg in EUR (2)	11%	7%	14%	4%
% chg in loc. cur. (3)	0%	7%	-2%	-1%

(1) Excluding Ireland and the Netherlands for which no data breakdown is available.

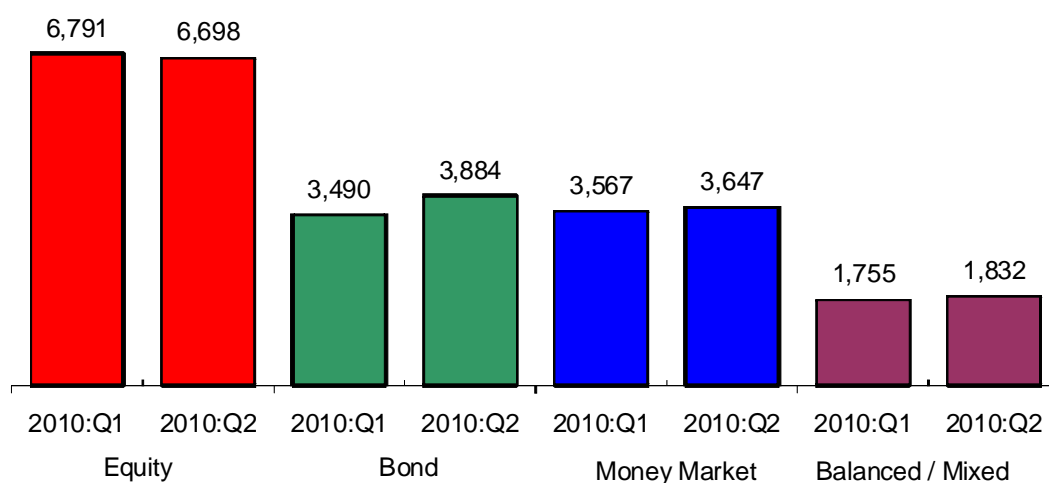
(2) 2010:Q2 compared to 2010:Q1.

(3) 2010:Q2 compared to 2010:Q1, using the euro as the local currency for Europe.

(4) Including funds of funds.

On a Euro-denominated basis, equity fund assets fell 1.4 percent to €6.7 trillion in assets at the end of the second quarter of 2010. Bond fund assets grew 11.3 percent and balanced/mixed fund assets increased 4.4 percent in the second quarter. Money market fund assets rose 2.2 percent to €3.6 trillion in the second quarter.

Worldwide Assets of Equity, Bond, Money Market, and Balanced / Mixed Funds
(Billions of euros, end of quarter)



Net Sales of Investment Funds
(Billions of euros)

	USA						Europe ⁽¹⁾						World ⁽²⁾					
	2009				2010		2009				2010		2009				2010	
	Q1	Q2	Q3	Q4	Q1	Q2	Q1	Q2	Q3	Q4	Q1	Q2	Q1	Q2	Q3	Q4	Q1	Q2
Equity	-27	39	8	14	23	-6	-4	23	26	22	20	-12	-30	68	47	42	54	0
Bond	51	78	99	87	78	64	-4	20	34	23	41	10	45	121	153	121	122	83
Money Market	-14	-118	-159	-81	-243	-135	52	-25	-9	-61	-38	-52	49	-156	-198	-139	-294	-194
Balanced/ Mixed	-5	8	13	10	10	5	-10	17	19	19	20	21	-17	26	46	31	37	35
Other ⁽³⁾	9	17	15	19	20	41	-13	-4	1	-1	6	4	-2	25	25	27	41	62
Long-Term ⁽⁴⁾	29	142	135	130	131	104	-31	56	79	62	87	23	-3	240	271	222	254	180
Total	15	23	-23	48	-112	-31	22	30	70	1	49	-28	46	84	73	82	-40	-14

(1) For Austria, Bulgaria, Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Italy, Liechtenstein, Luxembourg, Norway, Poland, Portugal, Romania, Slovakia, Slovenia, Spain, Sweden, Switzerland, Turkey and UK.

(2) 37 countries reported in 2009:Q1; 38 in 2009:Q2, 2009:Q3 and 2009:Q4; 37 in 2010:Q1; 39 in 2010:Q2

Assets of reporting countries represented 95 percent of all countries at the end of 2010:Q2.

(3) Including net sales of funds of funds.

(4) Total excluding Money Market Funds

Net cash flow out of investment funds worldwide was €14 billion in the second quarter of 2010. Equity funds worldwide experienced essentially no net cash flow in the second quarter of 2010, down from €54 billion of net inflows in the first quarter of 2010. Outflows from equity funds in the United States and Europe were €6 billion and €12 billion, respectively, in the second quarter of 2010, offsetting the €18 billion in net inflows registered by equity funds in the rest of the world.

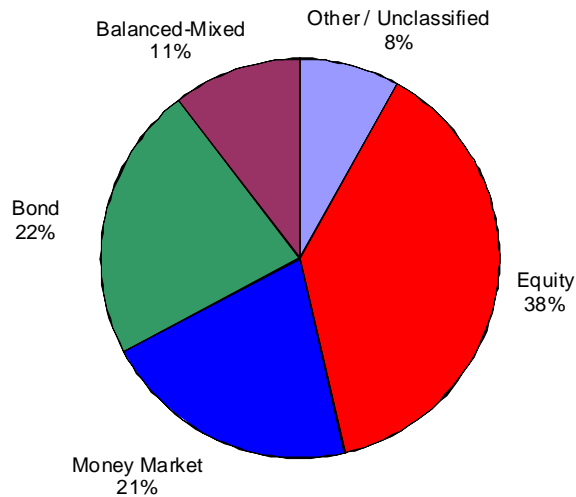
Bond fund flows worldwide slowed to €83 billion in the second quarter of 2010, down from €122 billion in the first quarter of 2010. Net flows into bond funds in the United States and Europe slowed to €64 billion and €10 billion, respectively, in the second quarter, from €78 billion and €41 billion, respectively, in the previous quarter. The Asia and Pacific region experienced €1 billion of net inflows in the second quarter, after registering €12 billion of net outflows in the first quarter of 2010.

Worldwide net flows into balanced/mixed funds were €35 billion in the second quarter of 2010, down from €37 billion of inflows in the first quarter of 2010. Europe had €21 billion of inflows to balanced/mixed funds in the second quarter, on par with the pace in the previous quarter of €20 billion. Net flows into mixed/balanced funds in the United States dropped to €5 billion in the second quarter from €10 billion in the first quarter.

Money market funds worldwide experienced €194 billion in net outflows in the second quarter, after registering €294 billion in net outflows in the first quarter of 2010. Reduced net outflows were attributable to money market funds in the United States, where net outflows fell to €135 billion in the second quarter from €243 billion in the previous quarter. Outflows from European money market funds were €52 billion in the second quarter, compared to net outflows of €38 billion of net outflows in the first quarter.

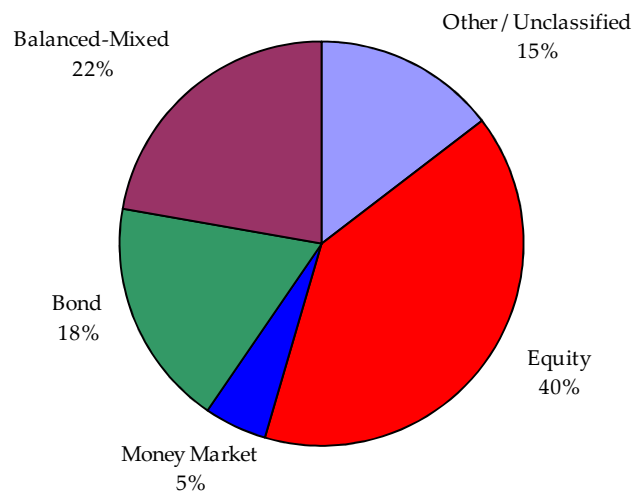
At the end of the second quarter of 2010, 38 percent of worldwide investment fund assets were held in equity funds. The asset share of bond funds was 22 percent and the asset share of balanced/mixed funds was 11 percent. Money market fund assets represented 21 percent of the worldwide total.

Composition of Worldwide Investment Fund Asset, 2010:Q2
(Percent of total assets, end of quarter)

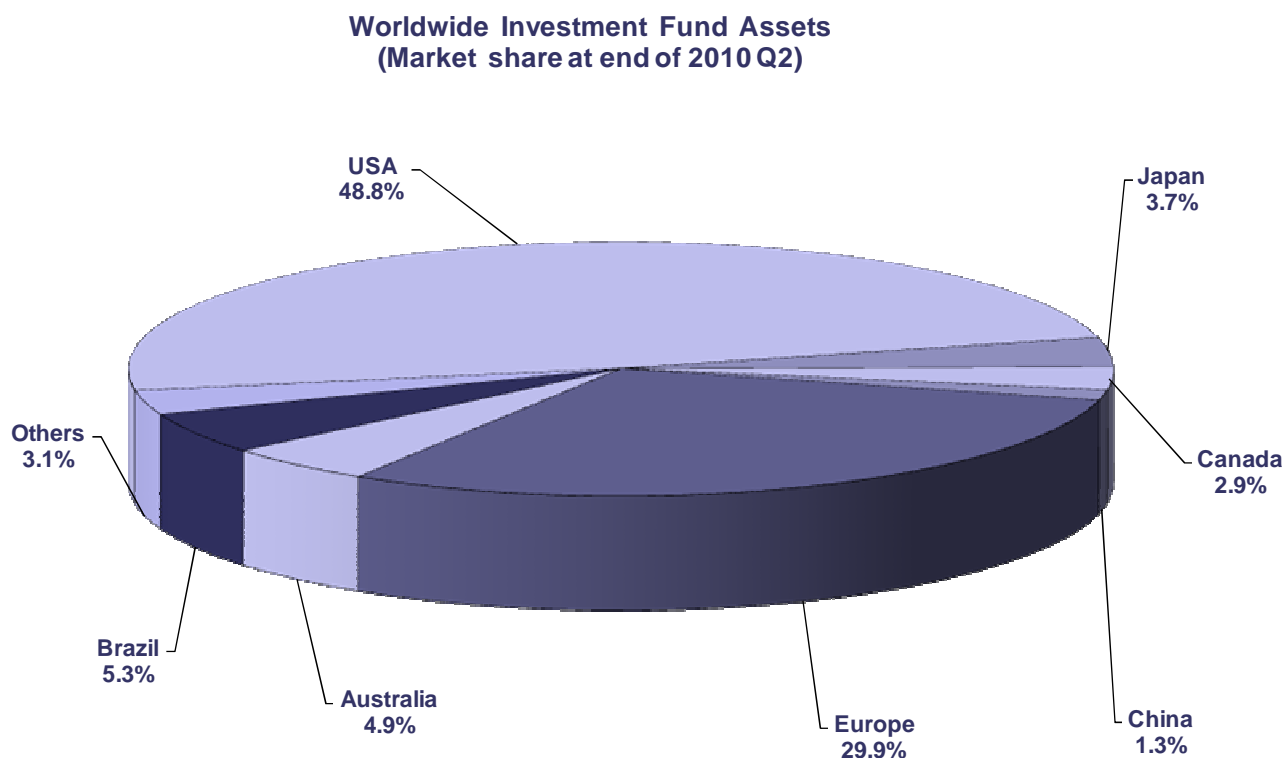


The number of investment funds worldwide stood at 68,820 at the end of the second quarter of 2010. By type of fund, 40 percent were equity funds, 22 percent were balanced/mixed funds, 18 percent were bond funds, and 5 percent were money market funds.

Composition of Worldwide Investment Funds, 2010:Q2
(Percent of funds, end of quarter)



Looking at the worldwide distribution of investment fund assets, the United States and Europe held the largest share in the world market, 48.8 percent and 29.9 percent, respectively. Brazil, Australia, Japan, Canada and China follow in this ranking. Taking into account non-UCITS assets, the market share of Europe reached 36.3 percent and that of the United States 44.4 percent.¹



¹ Assets of UCITS and non-UCITS funds in Europe at end Q2 2010 are provided in Table 6 in annex.

Table 1
TOTAL NET ASSETS, 2005-2010:Q2

Billions of U.S. dollars, end of period

ITEM	2005	2006	2007	2008	2009			2010	
					Q2	Q3	Q4	Q1	Q2
All Reporting Countries¹	17,757	21,808	26,131	18,919	20,339	22,379	22,953	23,015	21,443
Equity	8,333	10,508	12,440	6,497	7,247	8,534	8,948	9,215	8,219
Bond	3,450	3,871	4,278	3,388	3,848	4,359	4,545	4,736	4,766
Money Market	3,351	3,848	4,940	5,786	5,718	5,515	5,317	4,840	4,475
Balanced/Mixed	1,566	2,049	2,638	1,774	1,947	2,230	2,347	2,382	2,248
Other	512	676	884	676	732	813	840	862	814
Countries Reporting in Every Period²	16,772	20,391	24,090	17,462	20,092	22,102	22,652	22,797	21,136
Equity	8,138	10,250	11,866	6,239	7,718	9,066	9,487	9,831	8,755
Bond	3,348	3,763	4,151	3,283	3,939	4,467	4,666	4,851	4,862
Money Market	3,304	3,791	4,841	5,635	5,781	5,557	5,346	4,899	4,524
Balanced/Mixed	1,486	1,929	2,371	1,636	1,887	2,158	2,272	2,312	2,157
Other	496	658	861	669	767	854	880	904	837

Source: National mutual fund associations; EFAMA provides data for all European countries except Russia.

¹ Components may not sum to total because of rounding or unclassified funds.

² Number of countries is 25. Components may not sum to total because of rounding.

Table 2
NET SALES,¹ 2006-2010:Q2

Billions of U.S. dollars

ITEM	2006	2007	2008	2009	2009			2010	
					Q2	Q3	Q4	Q1	Q2
All Reporting Countries²	1,297	1,533	275	272	81	69	77	-103	-92
Equity	534	327	-374	182	93	66	62	75	0
Bond	108	85	-198	623	165	219	179	169	106
Money Market	363	794	888	-640	-212	-283	-206	-406	-247
Balanced/Mixed	203	197	-75	127	35	67	46	52	45
Other	88	130	35	-19	1	0	-5	8	4
Countries Reporting in Every Period³	951	1,212	398	129	51	-30	37	-164	-119
Equity	414	315	-232	113	74	31	43	51	-1
Bond	77	73	-27	546	149	175	151	105	72
Money Market	336	728	753	-607	-189	-277	-197	-363	-228
Balanced/Mixed	102	68	-97	73	18	38	36	39	33
Other	21	28	1	3	-2	3	4	3	5

Source: National mutual fund associations; EFAMA provides data for all European countries except Russia.

¹ Net sales are new sales plus reinvested dividends less redemptions plus net exchanges.

² Components may not sum to total because of rounding or unclassified funds.

³ Number of countries is 18. Components may not sum to total because of rounding.

Table 3
NUMBER OF FUNDS, 2005-2010:Q2

End of period

ITEM	2005	2006	2007	2008	2009			2010	
					Q2	Q3	Q4	Q1	Q2
All Reporting Countries¹	56,867	61,854	66,347	68,574	66,478	66,110	67,556	65,983	68,820
Equity	23,263	25,697	27,315	27,880	25,977	25,864	27,531	25,824	27,500
Bond	13,232	13,572	13,308	12,216	12,233	12,207	12,413	12,357	12,570
Money Market	3,535	3,408	3,450	3,700	3,590	3,532	3,521	3,431	3,437
Balanced/Mixed	11,393	12,530	13,757	14,511	14,531	14,539	14,659	14,861	15,294
Other	3,317	4,116	5,619	7,170	7,016	6,815	6,711	6,745	6,777
Countries Reporting in Every Period²	42,872	45,862	48,216	58,655	58,313	57,890	57,779	58,178	58,258
Equity	20,221	22,004	22,665	24,190	23,972	23,884	23,917	23,933	23,902
Bond	10,142	10,423	10,433	11,115	11,311	11,274	11,326	11,447	11,443
Money Market	2,842	2,713	2,693	3,199	3,093	3,017	2,963	2,900	2,870
Balanced/Mixed	7,891	8,574	9,769	13,240	13,166	13,144	13,112	13,394	13,688
Other	1,776	2,148	2,656	6,911	6,771	6,571	6,461	6,504	6,355

Source: National mutual fund associations; EFAMA provides data for all European countries except Russia.

¹ Components may not sum to total because of unclassified funds.

² Number of countries is 24.

Table 4

TOTAL NET ASSETS, 2005-2010:Q2

Billions of euros, end of period

ITEM	2005	2006	2007	2008	2009			2010	
					Q2	Q3	Q4	Q1	Q2
All Reporting Countries¹	15,052	16,558	17,751	13,594	14,390	15,283	15,933	16,962	17,474
Equity	7,063	7,979	8,451	4,668	5,127	5,828	6,212	6,791	6,698
Bond	2,924	2,940	2,906	2,435	2,722	2,977	3,155	3,490	3,884
Money Market	2,840	2,922	3,356	4,158	4,046	3,766	3,691	3,567	3,647
Balanced/Mixed	1,328	1,556	1,792	1,274	1,377	1,523	1,629	1,755	1,832
Other	434	513	600	486	518	555	583	635	663
Countries Reporting in Every Period²	14,217	15,483	16,364	12,547	14,215	15,094	15,724	16,801	17,225
Equity	6,898	7,783	8,061	4,483	5,460	6,191	6,586	7,245	7,135
Bond	2,838	2,857	2,820	2,359	2,787	3,050	3,239	3,575	3,963
Money Market	2,800	2,878	3,288	4,049	4,090	3,795	3,711	3,610	3,687
Balanced/Mixed	1,260	1,465	1,611	1,176	1,335	1,474	1,577	1,704	1,758
Other	421	500	585	481	543	583	611	666	682

Source: National mutual fund associations; EFAMA provides data for all European countries except Russia.

¹ Components may not sum to total because of rounding or unclassified funds.² Number of countries is 26. Components may not sum to total because of rounding.

Table 5

NET SALES,¹ 2006-2010:Q2

Billions of euros

ITEM	2006	2007	2008	2009	2009			2010	
					Q2	Q3	Q4	Q1	Q2
All Reporting Countries²	1,037	1,122	193	194	60	48	52	-75	-73
Equity	430	240	-261	126	68	46	42	54	0
Bond	88	67	-147	441	121	153	121	122	83
Money Market	286	575	635	-446	-155	-198	-140	-294	-194
Balanced/Mixed	163	145	-56	87	26	47	31	37	35
Other	70	94	22	-14	0	0	-3	5	3
Countries Reporting in Every Period³	760	892	285	96	37	-21	25	-119	-93
Equity	333	234	-163	78	55	22	29	37	0
Bond	62	58	-26	388	109	122	102	76	57
Money Market	264	528	542	-423	-139	-194	-133	-262	-179
Balanced/Mixed	83	51	-68	50	13	27	24	28	26
Other	17	22	0	2	-1	2	3	3	4

Source: National mutual fund associations; EFAMA provides data for all European countries except Russia.

¹ Net sales are new sales plus reinvested dividends less redemptions plus net exchanges.² Components may not sum to total because of rounding or unclassified funds.³ Number of countries is 18. Components may not sum to total because of rounding.

Table 6

TOTAL NET ASSETS OF THE EUROPEAN INVESTMENT FUND INDUSTRY, End June 2010

	Overall Fund Industry			UCITS Market ¹			Non-UCITS Market ²		
	Number of funds	Net assets		Number of funds	Net assets		Number of funds	Net assets	
		in mio euro	in mio US \$		in mio euro	in mio US \$		in mio euro	in mio US \$
Austria	2,190	143,659	176,284	1,438	84,885	104,163	752	58,774	72,121
Belgium	1,915	90,898	111,541	1,881	85,284	104,652	34	5,614	6,889
Bulgaria	93	188	230	92	185	228	1	2	3
Czech Republic	113	4,560	5,596	110	4,505	5,528	3	55	68
Denmark	843	119,706	146,892	500	62,634	76,859	343	57,072	70,033
Finland	513	56,026	68,750	404	49,508	60,751	109	6,518	7,999
France	11,803	1,389,802	1,705,426	7,903	1,211,452	1,486,573	3,900	178,350	218,853
Germany	5,925	1,062,891	1,304,273	2,055	228,137	279,946	3,870	834,754	1,024,327
Greece	247	8,140	9,988	239	7,063	8,667	8	1,076	1,321
Hungary	426	12,284	15,074	327	9,148	11,225	99	3,136	3,849
Ireland	4,674	861,363	1,056,979	2,784	682,400	837,373	1,890	178,963	219,606
Italy	1,025	242,708	297,827	662	183,990	225,774	363	58,719	72,054
Liechtenstein	598	27,908	34,246	419	24,395	29,935	179	3,513	4,311
Luxembourg	12,628	2,010,637	2,467,253	9,198	1,723,592	2,115,020	3,430	287,045	352,233
Netherlands	522	80,800	99,150	458	67,700	83,075	64	13,100	16,075
Norway	507	50,935	62,503	507	50,935	62,503	0	0	0
Poland	504	24,142	29,624	216	16,898	20,736	288	7,244	8,889
Portugal	538	27,397	33,619	192	9,845	12,080	346	17,553	21,539
Romania	72	2,828	3,470	53	1,086	1,332	19	1,742	2,138
Slovakia	77	3,579	4,392	72	3,392	4,162	5	188	231
Slovenia	133	2,193	2,691	129	1,874	2,299	4	319	392
Spain	2,504	179,763	220,587	2,439	172,221	211,332	65	7,542	9,255
Sweden	578	138,500	169,953	552	135,384	166,130	26	3,116	3,823
Switzerland	842	232,517	287,247	626	182,113	223,471	216	50,404	61,851
Turkey	354	17,817	21,864	304	15,044	18,461	50	2,773	3,403
United Kingdom	2,970	701,213	860,459	2,474	590,904	725,098	496	110,309	135,360
Europe ³	52,594	7,492,455	9,195,917	36,034	5,604,573	6,877,371	16,560	1,887,882	2,316,620

Source: EFAMA

¹ In the sense of publicly offered open-end investment funds (transferable securities and money market instruments), including funds-of-funds assets.² In the sense of nationally regulated investment funds for which a classification in terms of market exposure (equity, bond, balanced and money market) is not possible.³ Data for Russia are not included in this table.