

# LYXOR UCITS ETF MSCI EUROPE

**r**apport  
**annuel**

FONDS COMMUN DE PLACEMENT - FCP DE DROIT FRANÇAIS

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<b>Management company</b>	LYXOR INTERNATIONAL ASSET MANAGEMENT 17, cours Valmy - 92987 Paris La Défense Cedex.
<b>Depository</b>	SOCIÉTÉ GÉNÉRALE 75886 Paris Cedex 18.
<b>Underwriters</b>	SOCIÉTÉ GÉNÉRALE 75886 Paris Cedex 18.
<b>Statutory auditors</b>	PRICEWATERHOUSE COOPERS AUDIT 63, rue de Villiers - 92208 Neuilly-sur-Seine Cedex.

## INFORMATION ON THE INVESTMENTS AND MANAGEMENT

**Classification:** Equities from countries of the European Union.

At all times, the MF is 60% exposed to at least one or several markets of equities issued in one or several countries of the European Union, possibly including the Euro area market.

The MF is index-based, of the UCITS ETF type.

**Terms of determination and allocation of amounts available for distribution:**

**Units I-EUR and Units USD:** The management company reserves the right to capitalise and/or distribute all or part of the amounts available for distribution one or more times each year.

**Units D-EUR:** The management company reserves the right to capitalise and/or distribute all or part of the profit and loss one or more times each year. The realised net capital gain will be capitalised.

**Management objective:** The MF's management objective is to reproduce the evolution of the MSCI Europe Net Total Return index while insofar as possible minimizing the tracking error between the MF's performances and those of the MSCI Europe Net Total Return index.

The anticipated level of the ex-post tracking error under normal market conditions is 0.10%.

**Benchmark indicator:** The benchmark indicator is the MSCI Europe Net Total Return index (net dividends reinvested), listed in euro (EUR) (the "Benchmark Indicator").

The Benchmark Indicator is an equity index calculated and published by the supplier of international indices, MSCI.

The Benchmark Indicator retains the basic features of the MSCI indices, i.e.:

- a) The universe of securities included in the Benchmark Indicator;
- b) Free-float adjustment of the securities included in the Benchmark Indicator;
- c) Industry classification according to the Global Industry Classification Standard (GICS).

The Benchmark Indicator includes only securities from European countries (presently the following ones: Germany, Austria, Belgium, Denmark, Spain, Finland, France, Greece, Ireland, Italy, Norway, the Netherlands, Portugal, the United Kingdom, Sweden and Switzerland) and has as its goal to include 85% of the float-adjusted stock market capitalisation of each European country and of each group of European industries.

By targeting 85% of the representativeness of each industry group, the Benchmark Indicator measures 85% of the market capitalisation of the European markets, while also reflecting the market's economic diversity.

The MSCI methodology and its calculation method entail the Benchmark Indicator being made up of a variable number of companies.

An exhaustive description and the complete methodology for the construction of the Benchmark Indicator as well as information on the composition and relative weights of the Benchmark Indicator's components will be available at the following Internet site: <http://www.msci.com>, at the latest in February 2014.

The monitored performance is that of the Benchmark Indicator closing prices.

**Investment strategy:**

**1. Strategy employed**

The MF will comply with the investment rules dictated by the European directive no. 2009/65/EC dated 13 July 2009.

In pursuit of the greatest possible correlation with the performance of the Benchmark Indicator, the MF will be exposed to the Benchmark Indicator through an indirect replication method which means that the MF will have recourse to (i) the purchase of a basket of balance sheet assets (as defined below) notably equities from European Community countries, and (ii) the conclusion of a forward swap contract traded over-the-counter that will allow the MF to achieve its management objective, by transforming the exposure to its assets into an exposure to the Benchmark Indicator.

The equities held as assets by the MF will notably be equities that make up the Benchmark Indicator, as well as other European equities, from all economic sectors, listed on all markets, including the small capitalisation markets.

The equities included in the MF's assets will be chosen so as to limit the costs related to the replication of the Benchmark Indicator and in order to obtain an evolution of the basket of equities that is close to the evolution of the Benchmark Indicator.

Information relative to the (i) updated composition of the basket of the balance sheet assets held in the MF's portfolio and (ii) the market value of the forward exchange operation entered into by the MF, are available on the page dedicated to the MF on the site [www.lyxoretf.com](http://www.lyxoretf.com). The update frequency and/or the update date of the aforesaid information is also indicated on the same page of the aforesaid Internet site.

At all times, the MF will invest a minimum of 75% of its assets in companies that have their head office in a European Union Member State or in another State that is a party to the treaty on the European Economic Area and that has signed, with France, a tax agreement containing an administrative assistance clause for the purposes of combating fraud or tax evasion.

This minimum holding level provides for eligibility for a Stock Savings Plan.

As part of the management of its exposure, the MF can use up to 20% of its assets to acquire equities from a single issuing entity. This 20% limit can be increased to 35% for a single issuing entity when this proves to be justified by exceptional conditions within the market, notably when certain securities are heavily dominant and/or in the event of high volatility of a financial instrument and of securities from an economic sector represented by the Benchmark Indicator, in particular in the event of a public offering affecting one of the securities making up the Benchmark Indicator or in the event of a significant restriction of liquidity affecting one or more financial instruments making up the Benchmark Indicator.

## **2. Balance sheet assets (excluding integrated derivatives)**

The MF will comply with the investment rules dictated by the European directive no. 2009/65/EC dated 13 July 2009.

The MF may hold, in compliance with the ratios contained in the regulation, international equities (from all economic sectors, listed on all markets).

For up to 10% of its net assets, the MF can invest in the assets of UCITS that comply with Directive 2009/65/EC and/or UCITS eligible within the meaning of article R214-13 of the [French] Monetary and Financial Code. As part of these investments, the MF can subscribe to units or equities of UCITS or investment funds managed by the management company, or a company with which it is linked.

As part of a future optimisation of the MF's management, the manager reserves the right to use other instruments within the limits of the regulations in order to achieve the management objective.

## **3. Off-balance sheet assets (derivative instruments)**

The MF will have recourse to index-linked swaps negotiated over-the-counter, exchanging the value of the equities held as assets by the MF (or of any other instrument or asset held by the MF, where appropriate) against the Benchmark Indicator.

As part of a future optimisation of the MF management, the manager reserves the right to use other instruments within the limits of the regulations, such as to achieve the management objective, for example including future financial instruments other than index-linked swaps.

These future financial instruments (including index-linked swaps) can be traded with the Société Générale, without prior open competition involving several counterparties. As a result, the Management Company will not commit to a formal, traceable and verifiable procedure for open competition between the counterparties.

The counterparty of the aforesaid future financial instruments (the "Counterparty") will have no discretionary power regarding the composition of the MF's investment portfolio, nor regarding the underlying assets of the future financial instruments.

## **4. Securities with integrated derivatives**

None.

## **5. Deposits**

Up to a maximum of 20% of its net assets, the MF may have recourse to deposits with lending institutions belonging to the same group as the depositary in order to optimise its cash management.

## **6. Cash borrowing**

Up to a maximum of 10% of its net assets, the MF may temporarily have recourse to borrowing.

## **7. Temporary securities acquisition and sale operations**

None.

The manager will not have recourse to temporary acquisition and/or sale operations involving securities.

**8. Financial guarantees**

None. No financial guarantee will be granted / received by the MF within the framework of the implementation of its management objective.

**Risk profile:** Your money will primarily be invested in financial instruments selected by the management company. These instruments will be subject to the vagaries of the markets.

Through the MF, the bearer is primarily exposed to the following risks:

**- Equity risk**

An equity price can vary upward or downward, and it notably reflects the changing risks related to the issuing company or the economic situation of the corresponding market.

The equity markets are more volatile than the rate markets, in which it is possible, over a given period and with equal macroeconomic conditions, to estimate the incomes.

**- Capital loss risk**

The invested capital is not guaranteed. The investor consequently runs the risk of loss of the capital. The entire or part of the invested amount may not be recovered, notably should the performance of the Benchmark Indicator be negative over the investment period.

**- Liquidity risk (primary market)**

Should the MF (or one of its counterparties for Future Financial Instrument (FFI)) adjust its exposure and the markets related to this exposure are then limited, closed or subject to significant purchase / sale price discrepancies, the value and/or liquidity of the MF could be negatively affected. Should low volumes of exchanges result in an inability to carry out transactions linked to the replication of the Benchmark Indicator, this can also have consequences on the processes related to the subscription, conversion or redemption of units.

**- Liquidity risk on a place of listing**

The MF's equity price can deviate from its indicative net asset value. The liquidity of the MF's units or equities on a place of listing can be affected by any suspension that could notably be due to:

- i) Suspension or stoppage of the calculation of the Benchmark Indicator, and/or
- ii) Suspension of the market(s) of the underlyings used by the Benchmark Indicator, and/or
- iii) The impossibility for a given place of listing to obtain or calculate the MF's indicative net asset value, and/or
- iv) A market maker's violation of the rules applicable to this marketplace, and/or
- v) A failure of this marketplace's IT or electronic systems.

**- Counterparty risk**

The MF is exposed to the risk of bankruptcy, payment default or any other type of default of every counterparty with which it has entered into a contract or transaction. It is particularly exposed to the counterparty risk resulting from its use of Future financial instruments ("FFI") traded over-the-counter with Société Générale or with any other counterparty. In compliance with the UCITS regulations, the counterparty risk (whether this counterparty is the Société Générale or any other entity) cannot exceed 10% of the total value of the MF's assets by counterparty.

In case of a Counterparty's default, the contract relating to FFIs can be terminated early. The MF will then make every effort to achieve its management objective by signing, if relevant, another contract relating to FFIs with a third party counterparty, under the market conditions prevailing at the time of the occurrence of this event.

The realisation of this risk can notably have impacts on the MF's ability to achieve its management objective, in particular the replication of the Benchmark Indicator.

When Société Générale is involved as a counterparty of the FFIs, conflicts of interest can arise between the MF's Management Company and the FFI's counterparty. The Management Company manages these conflict of interest risks by setting up procedures intended to identify and limit them, and to ensure their equitable resolution, if relevant.

**- Risk that the management objective may only be partially achieved**

Nothing guarantees that the management objective will be achieved. Indeed, no asset or financial instrument will allow an automatic and continuous replication of the Benchmark Indicator, notably should one or more of the following risks arise:

**- Risk related to the use of derivative instruments**

In order to achieve its investment objective, the MF uses future financial instruments ("FFI") negotiated over-the-counter, that can notably take the form of swap contracts that will allow it to obtain the performance of the Benchmark Indicator. These FFIs can result in a series of risks on the level of the FFIs that notably include: counterparty risk, event affecting the hedging, event affecting the Benchmark Indicator, risk related to the tax regime, risk related to the regulations, operational risk and liquidity risk. These risks can directly affect a FFI and can result in the adjustment and/or early termination of the FFI transaction, which could affect the MF's net asset value.

**- Risk related to a change of the tax regime**

Any change to the tax legislation in any of the countries in which the MF is established, authorised for marketing or listed can affect the tax treatment of the investors. In this case, the MF's manager assumes no liability relative to investors with regard to the payments having to be made to any competent tax authority.

**- Risk related to a change of the tax regime affecting the underlyings**

Any change of the tax legislation applicable to the MF's underlyings can affect the MF's tax treatment. Consequently, in case of divergence between the anticipated tax treatment and the one actually applied to the MF (and/or to its counterparty in the FFI), the MF's net asset value may be affected.

**- Risk related to regulations**

In case of change of the regulations in any country in which the MF is established, authorised for marketing or listed, the processes for the subscription, conversion and redemption of the units may be affected.

**- Risk related to the regulations applicable to the underlyings**

In case of change of the regulations applicable to the MF's underlyings, the MF's net asset value can be affected, as can the processes for the subscription, conversion and redemption of the units.

**- Risk related to events affecting the Benchmark Indicator**

In case of events affecting the Benchmark Indicator, the manager may, under the conditions and limits of the applicable legislation, have to suspend the subscription and redemption of MF units. The calculation of the MF's net asset value can also be affected.

If the event persists, the MF's manager will decide on measures having to be adopted, which can have an impact on the MF's net asset value.

"Events affecting the index" are understood to mean the following situations:

- i) The Benchmark Indicator is considered to be incorrect or not reflective of the market's actual evolution,
- ii) The Benchmark Indicator is definitively discontinued by its supplier,
- iii) The supplier of the index is incapable of providing the level or value of the said Benchmark Indicator,
- iv) The supplier of the index makes a significant change to its formula or calculation method of the Benchmark Indicator (other than a minor modification such as the adjustment of the underlyings used with this Benchmark Indicator or of the respective weightings between its various components), that cannot be effectively replicated by the MF at a reasonable cost,
- v) One or more components of the Benchmark Indicator becomes non-liquid, with the listing being suspended on an organised market, or components negotiated over-the-counter (such as bonds, for example) become non-liquid,
- vi) The Benchmark Indicator's components are impacted by transaction costs relative to the execution, delivery versus payment or specific fiscal constraints, without these costs being reflected in the Benchmark Indicator's performance.

**- Operational risk**

In case of an operational failure within the management company or of one of its representatives, investors may incur delays in the processing of subscriptions, conversions and redemptions of the units, or other disturbances.

**- Securities transaction risk**

Should the issuer of a security underlying the index undertake an unanticipated review of a securities transaction ("ST"), that contradicts a prior and official announcement that had resulted in a valuation of the ST by the MF (and/or in a valuation of the ST by the MF's counterparty in a future financial instrument), the MF's net asset value may be affected, notably should the actual treatment of the ST by the MF differ from the ST's treatment in the methodology used by the Benchmark Indicator.

**- Exchange risk linked to the Benchmark Indicator**

The MF is exposed to the exchange risk insofar as the underlying securities comprising the Benchmark Indicator may be listed in a currency other than the currency of the index or be derived from securities listed in a currency other than the currency of the index. The fluctuations of exchange rates could therefore negatively affect the Benchmark Indicator followed by the MF.

**- Exchange risk linked to the class of units USD (EUR/USD)**

The abovementioned class of units is exposed to an exchange risk to the extent that it is listed in a currency other than that of the Benchmark Indicator. The net asset value of the abovementioned class of units can therefore decrease due to fluctuating exchange rates even though the value of the Benchmark Indicator has increased.

**Subscribers concerned and typical investor profile:** The MF is open to any subscriber.

An investor subscribing to this MF wishes to obtain an exposure to the European equity markets.

The amount that it is reasonable to invest in this MF depends on your personal situation. To determine this amount, you must take into account your personal wealth and/or estate, cash requirements at the present and for five years, but also your desire to take risks or, on the contrary, to prefer a cautious investment. It is also highly recommended to sufficiently diversify one's investments so as to avoid an exposure only to this MF's risks.

Investors are therefore recommended to study their individual situations with their usual estate management advisers.

The minimum recommended investment term is greater than 5 years.

**Indications on the tax treatment:**

The MF is eligible for a PEA (stock savings plan).

Investors should take note that the following information constitutes only a general summary of the tax regime applicable to an investment in a French MF, under the current French tax legislation. Investors are therefore requested to study their personal situations with their usual tax advisers.

**1. On the level of the MF**

In France, the co-ownership status of MFs means that they are automatically exempt from corporate tax; by nature, they therefore benefit from a certain degree of transparency. As such, the incomes collected and generated by the MF through its management are not taxable at the level of the MF itself.

Abroad (in countries in which the MF is invested), capital gains on the sale of foreign transferable securities and foreign income received by the MF as part of its management may, if relevant, be subject to tax (generally in the form of a withholding tax). In certain limited cases, the foreign taxation can be reduced or cancelled in the presence of tax agreements that may be applicable.

**2. On the level of the bearers of MF units**

**2.1 Bearers residing in France**

The amounts distributed by the MF to French residents as well as the capital gains or losses on transferable securities are subject to the applicable taxation.

Investors are invited to study their personal situations with their usual tax adviser.

**2.2 Bearers not residing in France**

Subject to any applicable tax agreements, the amounts available for distribution by the MF may, in certain circumstances, be subject to a levy or withholding tax in France.

Moreover, the capital gains realised on the purchase / sale of the MF's units are generally tax exempt in France.

Bearers residing outside of France will be subject to the provisions of the tax legislation applicable in their country of residence.

***For more details, the complete prospectus can be obtained by requesting it from the management company.***

- *The net asset value is available from the head office of Lyxor International Asset Management. The UCITS complete prospectus and the latest annual and periodic documents are sent within one week of the bearer's written request, submitted to Lyxor International Asset Management, 17, cours Valmy - 92800 Puteaux - France.*
- *Approval date by the AMF (French Financial Markets Authority): 13 December 2005.*
- *MF creation date: Units D-EUR: 10 January 2006.  
Units USD: 2 October 2009.*

## Activity report

The net asset value of the unit D-EUR of the Lyxor UCITS ETF MSCI Europe MF shows an evolution of 14.54% over the fiscal year and was equal to EUR 110.1405 on 31/01/2014, resulting in the fund's performance being equal to 25.37% since inception.

The net asset value of the unit Class-USD shows an evolution of 13.78% over the fiscal year and was equal to USD 14.8796 on 31/01/2014, resulting in the fund's performance being equal to 41.04% since inception.

The net asset value of the unit I-EUR shows an evolution of 14.54% over the fiscal year and was equal to EUR 110.14071 on 31/01/2014, resulting in the fund's performance being equal to 31.37% since inception.

The fund replicates the performance of the MSCI EUROPE NR index, listed in euro (EUR), representative of the performance of large and mid-caps of European developed markets.

This index has shown an evolution in EUR of 14.49% over the fiscal year.

This gap between the annual performance of the UCITS and that of its Benchmark Index can be explained by the result of the various parameters listed below:

- The operating and management fees as well as the external management fees,
- The costs for accessing the local markets of the securities of the replicated indexing,
- The costs or gains related to the instruments used as part of the replication of the indexing.

Following a summary index-based management method, the replication of the index is ensured via an index-linked swap. This forward swap contract, traded over-the-counter using equities, bonds and other bond products and indices is used to transform the exposure to the securities amongst the fund's assets into an exposure to the MSCI EUROPE NR index.

The fund's risk and yield profile has been classed as category 6 given its exposure to the Benchmark Index.

The parties agree to carry out a daily adjustment of the swap parameters, the objective of which is to reset its market value to zero, thereby cancelling the counterparty risk. The modification of the composition of the securities comprising the basket of assets must comply with the provisions defined for the modification of the basket's securities, agreed by the parties in compliance with the terms of the swap contract.

On 31/01/2014, the tracking error reached the level of 0.039% for the MF. The level of the tracking error for the period was of 0.100%.

The discrepancy between the target tracking error and the actual tracking error was not significant which shows a compliance with the TE objective set at the beginning of the year.

The counterparty for the Index Linked Swap obtained by the fund is: Société Générale.

*The figures referring to past performance relate to past periods and are not a reliable indicator of future results.*

### REGULATORY INFORMATION

**Transfer commission** (not audited by the auditor)

None.

### Provisions for providing the investors with the various documents and reports relative to the management company's voting policy and its implementation.

The "voting policy" document, the report from the management company on the conditions whereby it exercised the voting rights of the UCITS that it manages and the information relative to the vote on each resolution can, pursuant to article 322-75, 322-76 and 322-77 of the AMF [Financial Markets Authority] General Regulations, be consulted either on the management company's website or at its head office (upon request).

### Overall risk of the UCITS

The management company's method for measuring the overall risk of the UCITS: the method chosen is the commitment method.

### ESG criteria

In accordance with Article D. 533-16-1 of the [French] Monetary and Financial Code, subscribers are informed of the fact that the UCITS does not simultaneously take into account the social, environmental and governance quality criteria in its investment policy.



# Auditor's general report



**AUDITOR'S REPORT  
ON THE ANNUAL ACCOUNTS  
Fiscal year closing on 31 January 2014**

**LYXOR UCITS ETF MSCI EUROPE**  
UCITS INCORPORATED IN THE FORM OF A MUTUAL FUND  
governed by the Monetary and Financial Code

Management Company  
LYXOR INTERNATIONAL ASSET MANAGEMENT  
17, cours Valmy  
92800 PUTEAUX

Ladies, Gentlemen,

As part of the mission entrusted to us by the management company's executive committees, we hereby present our report relative to the fiscal year closed on 31 January 2014 concerning:

- the verification of the annual accounts of the UCITS incorporated in the form of a mutual fund LYXOR UCITS ETF MSCI EUROPE, as they are attached to this report;
- the bases of our assessments;
- the specific verifications and information required by law.

The annual accounts have been closed under the responsibility of the management company. It is our duty to express an opinion on these accounts based on our audit.

## 1. OPINION ON THE ANNUAL ACCOUNTS

We have conducted our audit in accordance with the applicable professional standards in France; these standards require that we apply the procedures necessary to obtain reasonable assurance that the annual accounts do not include any significant misstatements. An audit involves verifying, by sampling and other selection methods, the elements underlying the amounts and information contained in the annual accounts. It also involves assessing the implemented accounting principles, the significant estimates that have been used, and assessing the overall presentation of the accounts. We feel that the collected evidence is sufficient and appropriate to form the basis of our opinion.

We certify that, in accordance with French accounting rules and principles, the annual accounts are accurate and regular and present a fair picture of the operating profits and losses for the past fiscal year as well as the financial situation and assets of the UCITS created in the form of a mutual fund at the end of said fiscal year.

## 2. JUSTIFICATION OF THE ASSESSMENTS

In application of the provisions of article L.823-9 of the Commercial Code relative to the justification of our assessments, we inform you of the fact that the assessments we made concerned the appropriateness of the implemented accounting principles and the reasonable nature of the significant estimated that have been used.

The assessments made in this way are in line with our approach for the audit of the annual accounts, taken as a whole, and they therefore contributed to the formulation of our opinion as expressed in the first part of this report.

.....  
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Société d'expertise comptable inscrite au tableau de l'ordre de Paris - Ile de France. Société de commissariat aux comptes membre de la compagnie régionale de Versailles. Société Anonyme au capital de 2 510 460 €. Siège social : 63, rue de Villiers 92200 Neuilly-sur-Seine. RCS Nanterre 672 006 483. TVA n° FR 76 672 006 483. Siret 672 006 483 00362. Code APE 6920 Z. Bureaux : Bordeaux, Grenoble, Lille, Lyon, Marseille, Metz, Nantes, Nice, Paris, Poitiers, Rennes, Rouen, Strasbourg, Toulouse.



**LYXOR UCITS ETF MSCI EUROPE**

**3. SPECIFIC INFORMATION AND AUDIT PROCEDURES**

We have also conducted the audit procedures required by law, in accordance with the applicable professional standards in France.

We have no observations to report regarding the truthfulness or consistency with the annual accounts of the information included in the annual report and in the reports sent to the bearers concerning the situation and annual accounts.

Neuilly sur Seine, date of the electronic signature

2014.04.28 17:04:01 +0200

*Document authenticated via electronic signature*

The auditor  
PricewaterhouseCoopers Audit

Marie-Christine Jetil

# **ANNUAL ACCOUNTS**

**BALANCE SHEET assets**

	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Net fixed assets</b>	-	-
<b>Deposits</b>	-	-
<b>Financial instruments</b>	<b>832 997 961,99</b>	<b>640 797 800,32</b>
• <b>SHARES AND SIMILAR SECURITIES</b>		
Negotiated on a regulated or similar market	807 061 935,44	590 838 819,65
Not negotiated on a regulated or similar market	-	-
• <b>BONDS AND SIMILAR SECURITIES</b>		
Negotiated on a regulated or similar market	-	-
Not negotiated on a regulated or similar market	-	-
• <b>DEBT INSTRUMENTS</b>		
Negotiated on a regulated or similar market		
<i>Negotiable debt instruments</i>	-	-
<i>Other debt instruments</i>	-	-
Not negotiated on a regulated or similar market	-	-
• <b>MUTUAL FUND SHARES</b>		
European co-ordinated UCITS and French UCITS of a general nature	24 571 431,00	45 758 889,00
UCITS reserved for certain investors – FCPR (type of collective investment MF) – FCIMT (type of MF intervening on futures markets)	-	-
Listed SPVs and investment funds	-	-
Non-listed SPVs and investment funds	-	-
• <b>TEMPORARY OPERATIONS INVOLVING SECURITIES</b>		
Receivables representing securities under reverse repurchase agreements	-	-
Receivables representing loaned securities	-	-
Securities borrowed	-	-
Securities under repurchase agreements	-	-
Other temporary operations	-	-
• <b>FUTURE FINANCIAL INSTRUMENTS</b>		
Operations on a regulated or similar market	-	-
Other operations	1 364 595,55	4 200 091,67
• <b>OTHER FINANCIAL INSTRUMENTS</b>	-	-
<b>Liabilities</b>	<b>17 262 196,24</b>	<b>20 153 236,82</b>
Future foreign currency operations	-	-
Other	17 262 196,24	20 153 236,82
<b>Financial accounts</b>	-	-
Liquidities	-	-
<b>Total assets</b>	<b>850 260 158,23</b>	<b>660 951 037,14</b>

**BALANCE SHEET liabilities**

	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Shareholders' equity</b>		
• Capital	756 499 425,21	569 453 766,92
• Non-distributed prior net capital gains and losses	-	-
• Carried forward	-	-
• Net capital gains and losses of the fiscal year	72 257 342,70	68 542 510,15
• Result of the fiscal year	4 021 688,95	2 636 400,29
<b>Total shareholders' equity</b> <i>(amount representing the net assets)</i>	<b>832 778 456,86</b>	<b>640 632 677,36</b>
<b>Financial instruments</b>	-	-
• <b>OPERATIONS INVOLVING THE SALE OF FINANCIAL INSTRUMENTS</b>	-	-
• <b>TEMPORARY OPERATIONS INVOLVING SECURITIES</b>		
Debts representing securities under repurchase agreements	-	-
Debts representing borrowed securities	-	-
Other temporary operations	-	-
• <b>FUTURE FINANCIAL OPERATIONS</b>		
Operations on a regulated or similar exchange market	-	-
Other operations	-	-
<b>Debts</b>	<b>17 481 701,36</b>	<b>20 318 359,78</b>
Future foreign exchange operations	-	-
Other	17 481 701,36	20 318 359,78
<b>Financial accounts</b>	<b>0,01</b>	-
Current bank accommodations	0,01	-
Loans	-	-
<b>Total liabilities</b>	<b>850 260 158,23</b>	<b>660 951 037,14</b>

## Off-balance sheet

	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Hedging operations</b>		
• Commitments on regulated or similar markets		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• Over-the-counter commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
<b>Other operations</b>		
• Commitments on regulated or similar markets		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-
• Over-the-counter commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Performance swaps	699 320 938,27	598 830 227,32
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-

## Profit and loss account

	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Earnings on financial operations</b>		
• Earnings on deposits and financial accounts	-	-
• Earnings on shares and similar securities	4 223 297,30	3 143 644,31
• Earnings on bonds and similar securities	-	-
• Earnings on debt instruments	18 918 188,25	18 925 926,84
• Earnings on temporary acquisitions and sales of securities	-	-
• Earnings on future financial instruments	-	-
• Other financial earnings	-	-
<b>Total (I)</b>	<b>23 141 485,55</b>	<b>22 069 571,15</b>
<b>Charges on financial operations</b>		
• Charges on temporary acquisitions and sales of securities	-	-
• Charges on future financial instruments	-	-
• Charges on financial debts	-332,70	-1 013,49
• Other financial charges	-	-
<b>Total (II)</b>	<b>-332,70</b>	<b>-1 013,49</b>
<b>Earnings on financial operations (I - II)</b>	<b>23 141 152,85</b>	<b>22 068 557,66</b>
Other earnings (III)	-	-
Management fees and depreciation expenses (IV)	-2 011 917,75	-1 884 325,20
<b>Net earnings of the fiscal year (L.214-17-1) (I - II + III - IV)</b>	<b>21 129 235,10</b>	<b>20 184 232,46</b>
Adjustment of the fiscal year's incomes (V)	1 190 467,51	328 866,10
Advances on result paid for the fiscal year (VI)	-18 298 013,66	-17 876 698,27
<b>Earnings (I - II + III - IV +/- V - VI):</b>	<b>4 021 688,95</b>	<b>2 636 400,29</b>

# 1 Accounting rules and methods

The annual financial statements are presented in the form required by CRC Regulation no. 2003-02 of 2 October 2003 relative to the chart of accounts of UCITS, notably amended by Regulation no. 2011-05 of 10 November 2011 approved by the order of 27 December 2011, published in the O.J.F.R. on 30 December 2011 (distribution of realised net capital gains) and by Regulation no. 2012-06 of 30 November 2012 approved by the order of 28 December 2012, published in the O.J.F.R. on 30 December 2012 (appendix to the annual financial statements of funds and companies identified in decree no. 2012-465 of 10 April 2012 relative to the supervision and transparency of levied fees and commissions).

## Assessment rules

The MF's assets are assessed in compliance with the applicable laws and regulations, and more particularly with the rules defined in regulation no. 2003-02 of the Accounting regulatory committee dated 2 October 2003 relative to the chart of accounts of UCITS (1st part).

The financial instruments negotiated on a regulated market are assessed at the closing price on the day before the calculation date of the net asset value. When these financial instruments are negotiated on several regulated markets at the same time, the chosen closing price is the one of the regulated market in which they are primarily negotiated.

However, in the absence of significant transactions on a regulated market, the following financial instruments are assessed using the following specific methods:

- Negotiable debt securities ("NDS") having a residual life upon acquisition that is less than or equal to 3 months are assessed with a linear distribution, over the residual lifespan, of the difference between the acquisition value and the redemption value. The management company nevertheless reserves the possibility of assessing these securities at the current value in case of particular sensitivity to market risks (rates, etc.). The chosen rate is that of the equivalent security issues allocated to the risk margin related to the issuer;
- NDS, of which the residual lifespan at acquisition is greater than 3 months but of which the residual lifespan on the net asset value closing date is equal to or less than 3 months, are assessed by means of a linear distribution, over the residual lifespan, of the difference between the last adopted current value and the reimbursement value. The management company nevertheless reserves the possibility of assessing these securities at the current value in case of particular sensitivity to market risks (rates, etc.). The chosen rate is that of the equivalent security issues allocated to the risk margin related to the issuer;
- NDS, of which the residual lifespan on the net asset value closing date is greater than 3 months, are assessed at their current value. The chosen rate is that of the equivalent security issues allocated to the risk margin related to the issuer.
- Firm future financial instruments negotiated on organised markets are assessed at the clearing price on the day before the net asset value calculation date. Conditional future financial instruments negotiated on organised markets are assessed at the market value on the day before the net asset value calculation date.

Over-the-counter firm or conditional future financial instruments are assessed at the price given by the financial instrument's counterparty. They are presented in the off-balance sheet on the basis of the nominal value defined in the contract.

In the event of holding an EMTN, it will be assessed on the basis of a market price given by the financial instrument's counterparty.

The management company independently carries out a verification of this assessment.

- Deposits are assessed at their nominal value, plus any related interest that has accrued.
- Subscription warrants, cash certificates, promissory notes and mortgage notes are assessed at their probable market value, under the management company's responsibility.
- Temporary acquisitions and sales of securities are assessed at the market price.
- Units and equities in undertakings for collective investment in transferable securities operating under French law are assessed at the last net asset value known on the calculation date of the MF's net asset value.

# appendix



- Units and equities of investment funds operating under foreign law are assessed at the last unit net asset value known on the calculation date of the MF's net asset value.

Financial instruments negotiated on a regulated market for which the price has not been determined or for which the price has been corrected are assessed at their probable market value, under the management company's responsibility.

The exchange rates used for the assessment of financial instruments listed in a currency other than the MF's reference currency are the exchange rates on the WM/Reuters fixing the day of the MF's net asset value.

#### **Posting method for the trading fees**

The chosen method is that of included fees.

#### **Posting method of incomes from fixed income securities**

The chosen method is that of the collected coupon.

#### **Assessment methods for off-balance sheet commitments**

Off-balance sheet operations are assessed at the commitment value.

The commitment value for firm futures contracts is equal to the price (in the currency of the UCITS) multiplied by the number of contracts multiplied by the face value.

The commitment value for conditional operations is equal to the price of the underlying security (in the currency of the UCITS) multiplied by the number of contracts multiplied by the delta multiplied by the underlying face value.

The commitment value for the swap contracts is equal to the contract's nominal amount (in the currency of the UCITS).

#### **Operation and management fees**

These fees include all of the fees invoiced directly to the MF, except for the transaction fees. The transaction fees include intermediation fees (brokerage, stock market tax, etc.) and the transfer commission which, if relevant, may notably be collected by the custodian and management company.

For this MF, the following costs can be added to the operation and management fees (see the Summary table hereinafter):

- Outperformance commissions: these commissions reward the management company when the MF exceeds its objectives and are invoiced to the MF;
- Transfer commissions invoiced to the MF.

For more details on the fees actually invoiced to the MF, refer to the "Statistic" Part of the Key Investor Information Document "KIID".

<b>Fees invoiced to the UCITS</b>	<b>Basis</b>	<b>Schedule rate</b>
Operation and management fees and external management fees payable to the management company <sup>(1)</sup>	Net assets	maximum 0.35% per year tax incl.
Outperformance commission	Net assets	None
Transfer commissions	Collection on each transaction	None

(1) including all fees, excluding transaction fees, outperformance fees and fees related to investments in UCITS or investment fund.

#### **Accounting currency**

The UCITS accounting is carried out in euros.

**Indication of accountancy changes declared to each of the bearers individually**

- Occurred change: None.
- Future change: None.

**Indication of other changes declared to each of the bearers individually** *(Not certified by the auditor)*

- Occurred change: None.
- Future change: None.

**Indication and justification of the changes to estimates and application provisions**

None.

**Indication of the nature of the errors corrected during the fiscal year**

None.

**Indication of the rights and conditions attached to each category of units**

**Units I-EUR and Units USD:** The management company reserves the right to capitalise and/or distribute all or part of the amounts available for distribution one or more times each year.

**Units D-EUR:** The management company reserves the right to capitalise and/or distribute all or part of the profit and loss one or more times each year. The realised net capital gain will be capitalised.

# appendix

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## 2. Evolution of the net assets

Currency	31.01.2014	31.01.2013
	EUR	EUR
<b>Net assets at the start of the fiscal year</b>	<b>640 632 677,36</b>	<b>609 855 087,07</b>
Subscriptions (including subscription commission acquired by the UCITS)	433 081 988,30	230 701 302,20
Redemptions (less the redemption commission acquired by the UCITS)	-314 402 721,20	-272 368 456,11
Capital gains generated on deposits and financial instruments	159 824 260,87	146 541 217,58
Capital losses generated on deposits and financial instruments	-80 113 949,91	-125 979 154,40
Capital gains generated on future financial instruments	1 051 450 838,90	1 072 540 210,10
Capital losses generated on future financial instruments	-1 061 361 894,88	-1 020 265 478,85
Negotiation fees	-	-
Exchange differentials	-3 272 723,54	-1 774 423,81
Changes to the estimate difference of the deposits and financial instruments:		
- Estimate difference fiscal year N	6 944 255,64	-5 898 306,36
- Estimate difference fiscal year N-1	22 821 364,13	15 877 108,49
- Estimate difference fiscal year N-1	15 877 108,49	21 775 414,85
Changes to the estimate difference of future financial instruments:		
- Estimate difference fiscal year N	-2 835 496,12	4 973 145,75
- Estimate difference fiscal year N	1 364 595,55	4 200 091,67
- Estimate difference fiscal year N-1	4 200 091,67	-773 054,08
Previous fiscal year distribution of net capital gains and losses	-	-
Previous fiscal year distribution on result	-	-
Net earnings of the fiscal year before adjustment account	21 129 235,10	20 184 232,46
Advance(s) paid during the fiscal year on net capital gains and losses	-	-
Advance(s) paid during the fiscal year on result	-18 298 013,66	-17 876 698,27
Other elements	-	-
<b>Net assets at the end of the fiscal year</b>	<b>832 778 456,86</b>	<b>640 632 677,36</b>

### **3. Information supplements**

#### **3.1 Financial instruments: breakdown by the instrument's legal or economic type**

##### 3.1.1 Breakdown of the "Bonds and similar securities" item by instrument type

	Negotiated on a regulated or similar market	Not negotiated on a regulated or similar market
Indexed bonds	-	-
Convertible bonds	-	-
Fixed-rate bonds	-	-
Variable-rate bonds	-	-
Zero coupon bonds	-	-
Equity interests	-	-
Other instruments	-	-

##### 3.1.2 Breakdown of the "Receivables" item by legal or economic type

	Negotiated on a regulated or similar market	Not negotiated on a regulated or similar market
Treasury Bonds	-	-
Commercial paper	-	-
Deposit certificates	-	-
Negotiable medium-term notes ("BMTN")	-	-
Other instruments	-	-

##### 3.1.3 Breakdown of the "Sale operations on financial instruments" item by instrument type

	Securities under reverse repurchase agreements sold	Securities borrowed sold	Securities acquired with redemption right sold	Short sales
Equities	-	-	-	-
Bonds	-	-	-	-
Debt securities	-	-	-	-
Other instruments	-	-	-	-

3.1.4 Breakdown of the off-balance sheet headings by market type (notably rates, equities)

	Rate	Equities	Exchange	Other
<b>Hedging operations</b>				
Commitments on regulated or similar markets	-	-	-	-
Over-the-counter commitments	-	-	-	-
Other commitments	-	-	-	-
<b>Other operations</b>				
Commitments on regulated or similar markets	-	-	-	-
Over-the-counter commitments	-	-	-	699 320 938,27
Other commitments	-	-	-	-

3.2 Breakdown by rate types of the asset, liability and off-balance sheet items

	Fixed rate	Variable rate	Revisable rate	Other
<b>Assets</b>				
Deposits	-	-	-	-
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Financial accounts	-	-	-	-
<b>Liabilities</b>				
Temporary operations on securities	-	-	-	-
Financial accounts	-	-	-	0,01
<b>Off-balance sheet</b>				
Hedging operations	-	-	-	-
Other operations	-	-	-	-

3.3 Breakdown by residual maturity of the asset, liability and off-balance sheet items

	0-3 months	3 months - 1 year	1-3 years	3-5 years	>5 years
<b>Assets</b>					
Deposits	-	-	-	-	-
Bonds and similar securities	-	-	-	-	-
Debt instruments	-	-	-	-	-
Temporary operations on securities	-	-	-	-	-
Financial accounts	-	-	-	-	-
<b>Liabilities</b>					
Temporary operations on securities	-	-	-	-	-
Financial accounts	0,01	-	-	-	-
<b>Off-balance sheet</b>					
Hedging operations	-	-	-	-	-
Other operations	-	699 320 938,27	-	-	-

### 3.4 Breakdown by listing or assessment currency of the asset, liability and off-balance sheet items

This breakdown is given for the main listing or assessment currencies, with the exception of the currency in which the accounting is maintained.

By main currency	JPY	AUD	CHF	Other currencies
<b>Assets</b>				
Deposits	-	-	-	-
Equities and similar securities	21 560 139,74	5 392 267,35	1 985 804,88	1 703 768,89
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
MF shares	-	-	-	-
Temporary operations on securities	-	-	-	-
Future financial instruments on the asset side	-	-	-	-
Receivables	-	-	-	-
Financial accounts	-	-	-	-
<b>Liabilities</b>				
Sale operations on financial instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Future financial instruments on the liability side	-	-	-	-
Debts	-	-	-	-
Financial accounts	-	-	-	-
<b>Off-balance sheet</b>				
Hedging operations	-	-	-	-
Other operations	-	-	-	-

### 3.5 Receivables and Debts: breakdown by type

Details of the elements comprising the “other receivables” and “other debts” items, notably breakdown of the future currency exchange operations by type of operation (purchase/sale).

<b>Receivables</b>	<b>17 262 196,24</b>
Future currency exchange operations:	
Future purchases of currency	-
Total negotiated amount of future currency sales	-
Other receivables:	
Account receivable	14 206 141,95
Deferred settlement sales	3 056 054,29
-	-
-	-
-	-
Other operations	-
<b>Debts</b>	<b>17 481 701,36</b>
Future currency exchange operations:	
Future sales of currency	-
Total negotiated amount of future currency purchases	-
Other debts:	
Deferred settlement purchases	16 841 748,76
Account payable	420 447,48
Provisioned costs	219 505,12
-	-
-	-
Other operations	-

### 3.6 Shareholders' equity

Number of units issued/redeemed during the fiscal year:	Number of units	Subscriptions		Redemptions	
		Amount	Number of units	Amount	Amount
UNIT USD / FR0010797969	-	-	-	-	-
UNIT D-EUR / FR0010261198	4 125 500	433 081 988,30	3 039 000	314 402 721,20	
UNIT I-EUR / FR0010952408	-	-	-	-	-
Subscription / redemption commission by unit category:		Amount		Amount	
UNIT USD / FR0010797969		-		-	
UNIT D-EUR / FR0010261198		-		-	
UNIT I-EUR / FR0010952408		-		-	
Remittances by unit category:		Amount		Amount	
UNIT USD / FR0010797969		-		-	
UNIT D-EUR / FR0010261198		-		-	
UNIT I-EUR / FR0010952408		-		-	
Commissions acquired by the UCITS by unit category:		Amount		Amount	
UNIT USD / FR0010797969		-		-	
UNIT D-EUR / FR0010261198		-		-	
UNIT I-EUR / FR0010952408		-		-	

### 3.7 Management fees

Operating and management fees (fixed fees) as % of the average net assets	%
Unit category:	
UNIT USD / FR0010797969	<b>0,30</b>
UNIT D-EUR / FR0010261198	<b>0,30</b>
UNIT I-EUR / FR0010952408	<b>0,30</b>
Performance commissions (variable fees): amount of costs for the year	<b>Amount</b>
Unit category:	
UNIT USD / FR0010797969	-
UNIT D-EUR / FR0010261198	-
UNIT I-EUR / FR0010952408	-
Retrocession of management fees:	
- Total amount of fees retroceded to the UCITS	-
- Breakdown by "target" UCITS:	
- UCITS 1	-
- UCITS 2	-
- UCITS 3	-
- UCITS 4	-

### 3.8 Commitments given and received

3.8.1 Description of guarantees received by the UCITS with indication of the capital guarantees.....	<b>None</b>
3.8.2 Description of the other commitments received and/or given .....	<b>None</b>

### 3.9 Other information

3.9.1 Current value of the financial instruments that are the subject of temporary acquisition:	
- Financial instruments under reverse repurchase agreements	-
- Other temporary operations	-
3.9.2 Current value of the financial instruments comprising security deposits:	
Financial instruments received as guarantees and not included in the balance sheet:	
- equities	-
- bonds	-
- debt instruments	-
- other financial instruments	-
Financial instruments given as guarantees and maintained in their original item:	
- equities	-
- bonds	-
- debt instruments	-
- other financial instruments	-
3.9.3 Financial instruments held in the portfolio, issued by entities linked to the management company (fund) or to the financial managers (MF) and UCITS managed by these entities:	
- UCITS securities	<b>24 571 431,00</b>
- Swaps	<b>1 364 595,55</b>



**3.10 Allocation of the earnings table** *(in the UCITS currency of account)***Advances paid during the fiscal year**

Date	Share category	Overall amount	Unit amount	Total tax credits	Unit tax credits
10/07/13	USD	32 521,03	0,22	-	-
10/07/13	D-EUR	12 391 878,40	2,20	-	-
10/07/13	I-EUR	8 800,00	22,00	-	-
11/12/13	USD	10 783,50	0,07		
11/12/13	D-EUR	5 850 990,72	0,76		
11/12/13	I-EUR	3 040,00	7,60	-	-
<b>Total advances</b>		<b>18 298 013,65</b>	-	-	-

	31.01.2014	31.01.2013
<b>Allocation of the profit/loss</b>	EUR	EUR
<b>Sums still to be allocated</b>		
Carried forward	-	-
Earnings	4 021 688,95	2 636 400,29
<b>Total</b>	<b>4 021 688,95</b>	<b>2 636 400,29</b>

UNIT USD / FR0010797969	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	8 620,57	7 875,01
<b>Total</b>	<b>8 620,57</b>	<b>7 875,01</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of units	-	-
Distribution per unit	-	-
<b>Tax credits linked to the allocation of the profit/loss</b>	-	-

UNIT D-EUR / FR0010261198	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	4 010 941,11	2 626 897,66
<b>Total</b>	<b>4 010 941,11</b>	<b>2 626 897,66</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of units	-	-
Distribution per unit	-	-
<b>Tax credits linked to the allocation of the profit/loss</b>	-	-

UNIT I-EUR / FR0010952408	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	2 127,27	1 627,62
<b>Total</b>	<b>2 127,27</b>	<b>1 627,62</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of units	-	-
Distribution per unit	-	-
<b>Tax credits linked to the allocation of the profit/loss</b>	<b>-</b>	<b>-</b>



	31.01.2014	31.01.2013
<b>Allocation of the net capital gains and losses</b>	EUR	EUR
<b>Sums still to be appropriated</b>		
Non-distributed prior net capital gains and losses	-	-
Net capital gains and losses of the fiscal year	72 257 342,70	68 542 510,15
Advances paid on net capital gains and losses of the fiscal year	-	-
<b>Total</b>	<b>72 257 342,70</b>	<b>68 542 510,15</b>

UNIT USD / FR0010797969	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Non-distributed net capital gains and losses	-	-
Capitalisation	377 610,40	1 920 785,97
<b>Total</b>	<b>377 610,40</b>	<b>1 920 785,97</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of circulating units	-	-
Distribution per unit	-	-

UNIT D-EUR / FR0010261198	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Non-distributed net capital gains and losses	-	-
Capitalisation	71 777 933,17	66 608 315,65
<b>Total</b>	<b>71 777 933,17</b>	<b>66 608 315,65</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of circulating units	-	-
Distribution per unit	-	-

UNIT I-EUR / FR0010952408	31.01.2014	31.01.2013
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	-
Non-distributed net capital gains and losses	-	-
Capitalisation	101 799,13	13 408,53
<b>Total</b>	<b>101 799,13</b>	<b>13 408,53</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of circulating units	-	-
Distribution per unit	-	-

**3.12 Table of the earnings and other characteristic elements of the MF during the last 5 fiscal years**

UCITS creation date: Units D-EUR: 10 January 2006; Units USD: 2 October 2009.

UCITS currency					
EUR	<b>31.01.2014</b>	31.01.2013	31.01.2012	31.01.2011	29.01.2010
<b>Net assets</b>	<b>832 778 456,86</b>	640 632 677,36	609 855 087,07	955 285 759,87	884 362 367,21

UNIT USD / FR0010797969	Currency of the unit and of the NAV: USD				
	<b>31.01.2014</b>	31.01.2013	31.01.2012	31.01.2011	29.01.2010
<b>Number of circulating units</b>	<b>148 505</b>	148 505	409 260	500 000	500 000
<b>Net asset value</b>	<b>14,8796</b>	13,4489	11,535	13,3382	11,95
<b>Unit distribution on capital gains and losses (including advances)</b>	-	-	-	-	-
<b>Unit distribution (including advances)*</b>	<b>0,29</b>	0,30	0,3225	0,23	-
<b>Unit tax credit transferred to unit holders (natural persons) <sup>(1)</sup></b>	-	-	-	-	-
<b>Unit capitalisation *</b>	<b>2,60</b>	0,05	0,03	0,05	-0,006

\* The amounts of the unit distribution, the unit capitalisation and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalisation corresponds to the operating result and the capital gains or losses on the number of units in circulation. This calculation method is applied from 1 January 2013.

<sup>(1)</sup> In pursuant to the Fiscal Instruction of 4 March 1993 from the General Tax Department, the unit tax credit will be determined on the day of the dividend's detachment by distribution of the total amount of the fiscal tax credits between the equities in circulation on that date.

UNIT D-EUR / FR0010261198	Currency of the unit and of the NAV: EUR				
	<b>31.01.2014</b>	31.01.2013	31.01.2012	31.01.2011	29.01.2010
<b>Number of circulating units</b>	<b>7 542 172</b>	6 455 672	6 875 972	9 762 972	10 229 700
<b>Net asset value</b>	<b>110,1405</b>	98,9464	88,1179	97,3097	86,03
<b>Unit distribution on capital gains and losses (including advances)</b>	-	-	-	-	-
<b>Unit distribution (including advances)*</b>	<b>2,96</b>	3,10	2,65	2,30	2,58
<b>Unit tax credit transferred to unit holders (natural persons) <sup>(1)</sup></b>	-	-	-	-	-
<b>Unit capitalisation *</b>	<b>10,04</b>	0,40	0,28	0,48	0,43

\* The amounts of the unit distribution, the unit capitalisation and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalisation corresponds to the operating result and the capital gains or losses on the number of units in circulation. This calculation method is applied from 1 January 2013.

<sup>(1)</sup> In pursuant to the Fiscal Instruction of 4 March 1993 from the General Tax Department, the unit tax credit will be determined on the day of the dividend's detachment by distribution of the total amount of the fiscal tax credits between the equities in circulation on that date.

UNIT I-EUR / FR0010952408	Currency of the unit and of the NAV: EUR				
	31.01.2014	31.01.2013	31.01.2012	31.01.2011	29.01.2010
<b>Number of circulating units</b>	<b>400</b>	400	400	400	-
<b>Net asset value</b>	<b>1 101,4071</b>	989,4648	881,1791	973,0931	-
<b>Unit distribution on capital gains and losses (including advances)</b>	-	-	-	-	-
<b>Unit distribution (including advances)*</b>	<b>29,60</b>	31,00	26,50	-	-
<b>Unit tax credit transferred to unit holders (natural persons) <sup>(1)</sup></b>	-	-	-	-	-
<b>Unit capitalisation *</b>	<b>259,81</b>	4,06	2,84	-0,95	-

\* The amounts of the unit distribution, the unit capitalisation and the tax credits are indicated in the accounting currency of the UCITS. The unit capitalisation corresponds to the operating result and the capital gains or losses on the number of units in circulation. This calculation method is applied from 1 January 2013.

<sup>(1)</sup> In pursuant to the Fiscal Instruction of 4 March 1993 from the General Tax Department, the unit tax credit will be determined on the day of the dividend's detachment by distribution of the total amount of the fiscal tax credits between the equities in circulation on that date.



## 4. UCITS inventory

# appendix

Security code	Name of the security	Security status	Quantity	Market value	Listing currency	% Net Assets
<b>LYXOR UCITS ETF MSCI EUROPE</b>						
<i>Investment Securities</i>						
<b>Equity</b>						
BE0003763779	WAREHOUSE DE PAUW SICAFI	OWN SPECIFIC	12 814.00	677 860.60	EUR	0.08
NL0010273215	ASML HOLDING N.V.	OWN SPECIFIC	114 424.00	7 206 423.52	EUR	0.87
NL0000303600	ING GROEP NV-CVA	OWN SPECIFIC	6 027 542.00	59 311 013.28	EUR	7.12
NL0000235190	AIRBUS GROUP	OWN SPECIFIC	554 124.00	29 152 463.64	EUR	3.50
NL0000098827	KONINKLIJKE DSM NV	OWN SPECIFIC	106 594.00	5 236 963.22	EUR	0.63
NL0000098538	ROYAL PHILIPS NV	OWN SPECIFIC	686 659.00	17 743 268.56	EUR	2.13
NL000009082	KONINKLIJKE KPN NV	OWN SPECIFIC	487 686.00	1 352 353.28	EUR	0.16
JP3902900004	MITSUBISHI UFJ FINANCIAL GROUP	OWN SPECIFIC	97 488.00	441 606.97	JPY	0.05
JP3756600007	NINTENDO CO LTD	OWN SPECIFIC	784.00	69 261.05	JPY	0.01
JP3735400008	NIPPON TELEGRAPH & TELEPHONE	OWN SPECIFIC	208 056.00	8 412 592.54	JPY	1.01
JP3605400005	TOHOKU ELECTRIC POWER CO INC	OWN SPECIFIC	1 521 471.30	1 86 998.00	JPY	0.18
JP3463000004	TAKEDA PHARMACEUTICAL CO LTD	OWN SPECIFIC	44 837.00	1 562 574.35	JPY	0.19
JP3436100006	SOFTBANK CORP	OWN SPECIFIC	15 006.00	825 193.42	JPY	0.10
JP3242800005	CANON INC	OWN SPECIFIC	389 489.00	8 512 965.79	JPY	1.02
FR0010411983	SCOR SE ACT PROV	OWN SPECIFIC	97 890.00	2 355 233.40	EUR	0.28
FR0000120693	GDF SUEZ	OWN SPECIFIC	1 036 281.00	16 979 464.19	EUR	2.04
FR0000131906	RENAULT SA	OWN SPECIFIC	16 438.00	1 064 524.88	EUR	0.13
FR0000125585	VIVENDI	OWN SPECIFIC	869 823.00	17 344 270.62	EUR	2.08
FR0000125486	CASINO GUICHARD	OWN SPECIFIC	9 955.00	762 055.25	EUR	0.09
FR0000120693	VINCI SA	OWN SPECIFIC	392 326.00	19 053 312.19	EUR	2.29
FR0000120271	PERNOD RICARD	OWN SPECIFIC	45 671.00	3 637 238.44	EUR	0.44
FR0000120073	AIR LIQUIDE	OWN SPECIFIC	334 892.00	14 179 327.28	EUR	1.70
ES0178430E18	TELEFONICA SA	OWN SPECIFIC	71 067.00	1 816 117.19	EUR	0.22
ES0148396015	REPSOL	OWN SPECIFIC	9 026.00	841 223.20	EUR	0.10
ES0143416115	INDITEX	OWN SPECIFIC	3 081 811.00	35 255 917.84	EUR	4.23
ES0113211835	GAMESA CORPORACION TECNOLOGICA SA	OWN SPECIFIC	922 003.00	16 024 412.14	EUR	1.92
DE000PAH0038	BANCO BILBAO VIZCAYA ARGENTA	OWN SPECIFIC	306 635.00	33 944 494.50	EUR	4.08
DE000ENAG999	PORSCHE AUTOMOBIL HOLDING SE	OWN SPECIFIC	81 209.00	661 853.35	EUR	0.08
DE000BAY0017	E.ON SE	OWN SPECIFIC	23 359.00	1 696 096.99	EUR	0.20
DE000BASF111	BAYER AG	OWN SPECIFIC	1 454 772.00	19 595 778.84	EUR	2.35
DE0008430026	BASF SE	OWN SPECIFIC	814 045.00	79 686 865.05	EUR	9.57
DE0008404005	MUENCHENER RUECKVERSICHERUNGS AG-NOM	OWN SPECIFIC	369 434.00	29 381 086.02	EUR	3.53
DE0007664005	ALLIANZ SE-NOM	OWN SPECIFIC	33 580.00	5 142 777.00	EUR	0.62
DE0007164600	VOLKSWAGEN AG	OWN SPECIFIC	289 342.00	35 820 539.60	EUR	4.30
	SAP AG	OWN SPECIFIC	3 499.00	631 044.65	EUR	0.08
			390 434.00	22 121 990.44	EUR	2.66

Security code	Name of the security	Security status	Quantity	Market value	Listing currency	% Net Assets
DE0007100000	DAILMLER	OWN SPECIFIC	1 055 437,00	65 574 300,81	EUR	7,87
DE0006766504	AURUBIS AG	OWN SPECIFIC	10 614,00	455 977,44	EUR	0,06
DE0005785604	FRESENIUS SE & CO KGAA	OWN SPECIFIC	29 788,00	3 444 982,20	EUR	0,41
DE0005557508	DEUTSCHE TELEKOM AG-NOM	OWN SPECIFIC	4 311 089,00	51 733 068,00	EUR	6,21
DE0005520004	DEUTSCHE POST AG-NOM	OWN SPECIFIC	669 503,00	17 186 142,01	EUR	2,06
DE0005190003	BAYERISCHE MOTORENWERKE	OWN SPECIFIC	83 675,00	6 762 613,50	EUR	0,81
DE0005140008	DEUTSCHE BANK AG-NOM	OWN SPECIFIC	728 477,00	26 145 039,53	EUR	3,14
CH0012214059	HOLCIM LTD-NOM	OWN SPECIFIC	11 191,00	604 770,33	CHF	0,07
BE0003793107	ANHEUSER-BUSH INBEV	OWN SPECIFIC	866 595,00	61 571 574,75	EUR	7,39
AU000000BHP4	BHP BILLITON LTD	OWN SPECIFIC	28 001,00	662 523,66	AUD	0,08
AT0000APOST4	OESTERREICHISCHE POST AG	OWN SPECIFIC	18 962,00	648 405,59	EUR	0,08
PTZON0AM0006	ZON OPTIMUS	OWN SPECIFIC	106 450,00	528 524,25	EUR	0,06
PTBCF0AM0007	BANCO COMERCIAL PORTUGUES	OWN SPECIFIC	4 655 073,00	772 742,12	EUR	0,09
NL0006294290	ZIGGO NV	OWN SPECIFIC	476,00	15 343,86	EUR	0,00
NL0000360618	SBM OFFSHORE NV	OWN SPECIFIC	5 986,00	85 599,80	EUR	0,01
NL0000289213	WERELDHAVE NV	OWN SPECIFIC	24 059,00	1 356 927,60	EUR	0,16
JP3939000000	YAMADA DENKI	OWN SPECIFIC	83 325,00	214 474,32	JPY	0,03
FI0009014377	ORION NEW B	OWN SPECIFIC	27 747,00	537 736,86	EUR	0,07
FI0009003222	POHJOLA BANK	OWN SPECIFIC	2 110,00	30 806,00	EUR	0,00
ES0142090317	OBRASCON HUARTE LAIN SA	OWN SPECIFIC	19 431,00	608 773,23	EUR	0,07
ES0140609019	CAIXABANK	OWN SPECIFIC	3 378 726,00	15 373 203,30	EUR	1,85
ES0126775032	DIA SA	OWN SPECIFIC	36 684,00	223 919,14	EUR	0,03
DE0005YM9999	SYMRISE	OWN SPECIFIC	23 441,00	791 954,19	EUR	0,10
DE0007037145	RWE VZ	OWN SPECIFIC	71 221,00	1 639 151,32	EUR	0,20
DE0007030009	RHEINMETALL AG	OWN SPECIFIC	13 936,00	663 005,20	EUR	0,08
DE0006916604	PFEIFFER VACUUM TECHNOLOGY AG	OWN SPECIFIC	8 325,00	733 432,50	EUR	0,09
CH0021783391	PARGESA HOLDING	OWN SPECIFIC	8 140,00	486 547,12	CHF	0,06
CH0018294154	PSP SWISS PROPERTY N	OWN SPECIFIC	3 790,00	242 363,87	CHF	0,03
CH0008038389	SWISS PRIME SITE	OWN SPECIFIC	11 297,00	652 123,56	CHF	0,08
BE0003810273	BELGACOM	OWN SPECIFIC	60 098,00	1 273 476,62	EUR	0,15
BE0003593044	COFINIMMO SICAFI	OWN SPECIFIC	5 981,00	516 339,73	EUR	0,06
AU000000AFP1	AUSTRALIAN PIPELINE TRUST	OWN SPECIFIC	1 220 416,00	4 729 743,69	AUD	0,57
AT0000641352	CA IMMOBILIEN ANLAGEN	OWN SPECIFIC	40 541,00	522 978,90	EUR	0,06
DE0007165631	SARTORIUS VZ	OWN SPECIFIC	8 594,00	846 079,30	EUR	0,10
DE000A0DJ6J9	SMA SOLAR TECHNOLOGY AG	OWN SPECIFIC	20 842,00	647 977,78	EUR	0,08
DE0005506636	DRAEGERWERK AG CO KGAA	OWN SPECIFIC	5 955,00	537 736,50	EUR	0,07
SE0000412371	MODERN TIMES GRP B-SHS	OWN SPECIFIC	14 908,00	499 531,19	SEK	0,06
SE0000190126	INDUSTRIVARDEN AB A	OWN SPECIFIC	13 728,00	196 717,43	SEK	0,02
FI0009007694	SANOMA CORPORATION	OWN SPECIFIC	11 593,00	67 877,02	EUR	0,01
FI0009006829	SPONDA OYJ	OWN SPECIFIC	49 278,00	176 908,02	EUR	0,02
DK0010311471	SYDBANK	OWN SPECIFIC	26 109,00	492 315,65	DKK	0,06
DK0010307958	JYSKE BANK	OWN SPECIFIC	13 589,00	515 204,62	DKK	0,06
DE0005660104	EUWAX	OWN SPECIFIC	9 460,00	610 170,00	EUR	0,07
DE0005158703	BECHTLE	OWN SPECIFIC	12 651,00	692 136,21	EUR	0,08
<b>Total Equity</b>			<b>807 061 935,44</b>			<b>96,92</b>
<b>UCITS</b>						
FR0010989699	EUROPEAN COVERED EQUITY HOLDINGS	OWN SPECIFIC	24 300,00	24 571 431,00	EUR	2,95
<b>Total UCITS</b>				<b>24 571 431,00</b>		<b>2,95</b>
<b>Total Investment Securities</b>				<b>831 633 366,44</b>		<b>99,87</b>
<b>Performance swaps</b>						

Security code	Name of the security	Security status	Quantity	Market value	Listing currency	% Net Assets
SWAP00115573	OTHER 0.00000	OWN SPECIFIC	699 320 938,27	-831 633 366,41	EUR	-99,86
SWAP00115486	OTHER 0.00000	OWN SPECIFIC	697 577 750,93	830 910 995,74	EUR	99,77
SWAP00092503	OTHER 0.00000	OWN SPECIFIC	1 373 227,34	1 646 293,64	EUR	0,20
SWAP00085726	OTHER 0.00000	OWN SPECIFIC	369 960,00	440 672,58	EUR	0,05
<b>Total Performance swaps</b>				<b>1 364 595,55</b>		<b>0,16</b>
<b>Cash</b>						
<b>AT BANK OR PENDING</b>						
	Def. purchases EUR securities	OWN SPECIFIC		-16 841 748,76	EUR	-2,02
	Receivable on swap	OWN SPECIFIC		14 206 141,95	EUR	1,71
	Payable on swap	OWN SPECIFIC		-420 447,48	EUR	-0,05
	Def. sales EUR securities	OWN SPECIFIC		3 056 054,29	EUR	0,37
	EUR SGP bank	OWN SPECIFIC		-0,01	EUR	0,00
<b>Total AT BANK OR PENDING</b>				<b>-0,01</b>		<b>0,00</b>
<b>MANAGEMENT FEES</b>						
	PrComGestAdim	OWN SPECIFIC		-219 505,12	EUR	-0,03
<b>Total MANAGEMENT FEES</b>				<b>-219 505,12</b>		<b>-0,03</b>
<b>Total Cash</b>				<b>-219 505,13</b>		<b>-0,03</b>
<b>Total LYXOR UCITS ETF MSCI EUROPE</b>				<b>832 778 456,86</b>		<b>100,00</b>

**APPENDIX TO THE REPORT**  
**intended for Swiss subscribers**

This appendix makes the annual report with the FINMA requirements for the marketing in Switzerland. **It has not been certified by the accountants.**

Country of origin of the Fund  
France.

Representative of the Swiss Fund

Société Générale, Paris, Zürich Branch, has been authorised by the FINMA as the Fund's representative in Switzerland while also assuming the payment service. The prospectus, articles of association, annual and semi-annual reports of the Fund, the KIIDs as well as the list of purchases and sales made by the Fund during the fiscal year can be obtained on request and at no cost from the representative's head office in Switzerland, Société Générale, Paris, Zürich Branch, Talacker 50, P.O. Box 1928, 8021 Zürich.

Calculation of the Total Expense Ratio and of the PTR

Annual closing of the fund: 31/01/2014  
UCITS management commission: 0.30 % tax included

Average fortune of the Fund for the period (from 01/02/13 to 31/01/14): 670 243 983.88

Extract from the profit and loss account

Expenses in thousands of Euros	Annual report 31/01/2013	Half-yearly report 31/07/2013	Annual report 31/01/2014
UCITS management commission	1 884 325.20	885 990.88	2 011 917.75
Performance dependency remuneration	0.00	0.00	0.00
Custodian bank commission	0.00	0.00	0.00
Other charges	0.00	0.00	0.00
Taxes	0.00	0.00	0.00
Total operating expenses	1 884 325.20	885 990.88	2 011 917.75

Calculation of the TER (Total Expense Ratio) for 12 months, (from 01/02/13 to 31/01/14):

TER including bonus depending on the performance

$$(2\,011\,917.75 / 670\,243\,983.88) * 100$$

TER 0.30 %

Calculation of the PTR (Portfolio Turnover Rate) from 01/02/13 to 31/01/14:

PTR 1 108.72 %

Purchases and sales of securities 8 178 598 179.81  
Issues and redemptions of fund units 747 484 709.50  
Net average fortune 670 243 983.88

LYXOR UCITS ETF MSCI EUROPE  
Fiscal year ending on 31/01/2014

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Performance of the fund

The details of the performance of the Fund's units calculated in compliance with the principles of the Swiss Fund Association are given below:

	<b>Annual performance from 31/01/2013 to 31/01/2014</b>	<b>Annual performance from 31/01/2012 to 31/01/2013</b>	<b>Annual performance from 31/01/2011 to 31/01/2012</b>
<b>LYXOR UCITS ETF MSCI EUROPE</b>			
Unit D-EUR	+14.54%	+12.29%	-9.45%
Unit USD	+13.78%	+16.59%	-13.52%
Unit I-EUR	+14.54%	+12.29%	-9.45%
<b>MSCI Europe™ (EUR)</b>			
Unit D-EUR	+14.49%	+16.15%	-6.61%
Unit USD	+14.49%	+16.15%	-6.61%
Unit I-EUR	+14.49%	+16.15%	-6.61%

Past performances are no indicator of future performances. The performances indicated here do not take into account the impact of possible subscription and redemption commissions and costs of Fund units.

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