

EXCHANGE TRADED FUNDS BY

**LYXOR**

SOCIETE GENERALE GROUP

**LYXOR ETF MSCI EMERGING MARKETS**

**AUDITOR'S REPORT  
ON THE ANNUAL ACCOUNTS**

**Fiscal year closing on 31 July 2009**

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ON THE ANNUAL ACCOUNTS  
Fiscal year closing on 31 July 2009**

**PricewaterhouseCoopers Audit**  
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**LYXOR ETF MSCI EMERGING MARKETS**

Mutual fund governed by the  
Monetary and Financial Code

Management Company

LYXOR INTERNATIONAL ASSET MANAGEMENT

Tour Société Générale

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 closing on 31 July 2009 concerning:

- the verification of the annual accounts of the mutual fund LYXOR ETF MSCI EMERGING MARKETS, as they are attached to the present 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 professional standards applicable in France; these standards require that we plan and perform the audit in order to obtain reasonable assurance that the annual accounts are free of material misstatements. An audit consists in verifying, by selective tests or other selection methods, the evidence supporting the amounts and information presented in the annual accounts. It also involves an assessment of the accounting principles applied, of significant estimates used and of the general presentation of the accounts. We consider that the information we've gathered provides a sufficient and appropriate basis for our opinion.

We certify that, in accordance with French accounting rules and principles, the annual accounts are truthful and in order, and present a fair picture of the operating profits and losses for the past fiscal year, as well as the fund's financial situation and assets at the end of said fiscal year.

## 2. JUSTIFICATION OF THE ASSESSMENTS

In application of the provisions of article L.823-9 of the [French] Commercial Code relative to the justification of our assessments, we draw your attention to the following elements.

Fixed-rate instruments and over-the-counter contracts are valued according to the methods described in note 1 of the appendix. On the basis of the elements leading to the determination of the adopted valuations, we have carried out an assessment of the approach used by the management company, as well as of the reasonable nature of these estimates.

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 unreserved opinion as expressed in the first part of this report.

## 3. SPECIFIC INFORMATION AND AUDIT PROCEDURES

We have also conducted the specific verifications required by law.

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 documents sent to the shareholders concerning the company's situation and annual accounts.

Neuilly sur Seine, 29 October 2009

The auditor

**PricewaterhouseCoopers Audit**

*(signature)*

Marie-Christine Jetil

<b>ANNUAL ACCOUNTS</b>
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**BALANCE SHEET assets**

	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Net fixed assets</b>	-	-
<b>Deposits</b>	-	-
<b>Financial instruments</b>	<b>334 134 164,59</b>	<b>115 189 783,19</b>
• <b>SHARES AND SIMILAR SECURITIES</b>		
Negotiated on a regulated or similar market	316 854 655,77	106 819 290,70
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	-	-
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 held in pension	-	-
Receivables representing loaned securities	-	-
Securities borrowed	-	-
Securities given in pension	-	-
Other temporary operations	-	-
• <b>FUTURE FINANCIAL INSTRUMENTS</b>		
Operations on a regulated or similar market	-	-
Other positions	17 279 508,82	8 370 492,49
• <b>OTHER FINANCIAL INSTRUMENTS</b>	-	-
<b>Liabilities</b>	<b>19 358 727,78</b>	-
Future foreign currency operations	-	-
Other	19 358 727,78	-
<b>Financial accounts</b>	<b>3 935 311,25</b>	<b>3,84</b>
Liquidity	3 935 311,25	3,84
<b>Total assets</b>	<b>357 428 203,62</b>	<b>115 189 787,03</b>

**BALANCE SHEET liabilities**

	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Shareholders equity</b>		
• Capital	335 744 569,00	108 311 514,11
• Carried forward	-	-
• Adjustment of carried forward	-	-
• Result	-1 778 829,51	6 816 023,49
<b>Total shareholders equity</b> <i>(amount representing the net assets)</i>	<b>333 965 739,49</b>	<b>115 127 537,60</b>
<b>Financial instruments</b>	-	-
• <b>Operations involving the sale of financial instruments</b>	-	-
• <b>Temporary operations involving securities</b>		
Debts representing securities given in pension	-	-
Debts representing borrowed securities	-	-
Other temporary operations	-	-
• <b>Future financial operations</b>		
Operations on a regulated or similar exchange market	-	-
Other positions	-	-
<b>Debts</b>	<b>23 462 464,13</b>	<b>62 249,43</b>
Future foreign exchange operations	-	-
Other	23 462 464,13	62 249,43
<b>Financial accounts</b>	-	-
Current bank accommodations	-	-
Loans	-	-
<b>Total liabilities</b>	<b>357 428 203,62</b>	<b>115 189 787,03</b>

**Off-balance sheet commitments**

	31.07.2009	31.07.2008
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	399 825 211,25	122 175 489,90
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-

**Profit and loss account**

	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Earnings and financial operations</b>		
• Earnings on deposits and financial accounts	-	-
• Earnings and shares and similar securities	-	41 542,56
• Earnings on bonds and similar securities	-	-
• Earnings on debt instruments	-	7 773 545,78
• Earnings on temporary acquisitions and sales of securities	-	-
• Earnings on future financial instruments	-	-
• Other financial earnings	-	-
<b>Total (I)</b>	-	<b>7 815 088,34</b>
<b>Charges on financial operations</b>		
• Charges on temporary acquisitions and sales of securities	-	-
• Charges on future financial instruments	-	-
• Charges on financial debts	-	-6 288,66
• Other financial charges	-	-
<b>Total (II)</b>	-	<b>-6 288,66</b>
<b>Earnings on financial operations (I - II)</b>	-	<b>7 808 799,68</b>
Other earnings (III)	-	-
Management fees and depreciation expenses (IV)	-1 013 972,91	-1 148 753,45
<b>Net earnings of the fiscal year (L.214-9) (I - II + III - IV)</b>	<b>-1 013 972,91</b>	<b>6 660 046,23</b>
Adjustment of the fiscal year's earnings (V)	-764 856,60	155 977,26
Advances paid for the fiscal year (VI)	-	-
<b>Earnings (I - II + III - IV +/- V - VI):</b>	<b>-1 778 829,51</b>	<b>6 816 023,49</b>



## **1. Accounting rules and methods**

The annual accounts are presented in the format pursuant to the provisions of CRC Regulation no. 2003-02 of 2 October 2003 relative to the chart of accounts of UCITS, modified by CRC regulation no. 2005-07 03 of November 2005, and approved by the ministerial decree of 26 December 2005.

### **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 Comité de la Réglementation Comptable 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 of 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 straight-line extension 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 actual 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 actual 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 of the net asset value calculation date. Conditional future financial instruments negotiated on organised markets are assessed at the market value on the day of 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.

# appendix

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

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

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 negotiation value, under the management company's responsibility.

Temporary acquisitions and sales of securities are assessed at the market price.

Units and shares 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.

Units and shares 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 negotiation value, under the management company's responsibility.

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

## **Posting method for the negotiation fees**

The chosen method is that of included fees.

## **Posting method of revenues from fixed revenue securities**

The chosen method is that of the collected coupon.

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

Off-balance sheet operations are valued 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 transaction commission which, if relevant, may notably be collected by the custodian and management company. The following can be added to the operation and management fees:

- outperformance commissions. These reward the management company when the MF has exceeded its objectives. They are therefore invoiced to the MF;
- transaction commissions invoiced to the MF;
- a portion of the earnings from temporary acquisitions and sales of securities.

For more details on the fees actually invoiced to the MF, refer to the Statistical Part of the simplified prospectus.

<b>Fees invoiced to the MF</b>	<b>Basis</b>	<b>Schedule rate</b>
Operation and management fees, tax incl. <sup>(1)</sup>	Net assets	maximum 0.65% per year
Outperformance commissions	Net assets	None
Service providers collecting commissions on transactions	Collection on each transaction	None

<sup>(1)</sup> including all fees excluding transaction fees, outperformance commissions and fees related to investments in UCITS or investment funds.

No transaction commission will be charged to the Fund.

## Accounting currency

The UCITS' accounting is carried out in Euros.

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

- Occurred change:
  - Starting 28 February 2009, change of address of the trustee, previously 50, boulevard Haussmann - 75009 Paris, and now Tour Granite, 75886 Paris Cedex 18.
  - On 13 April 2009, the time stamping rules for the net asset values were changed. As of that date, the NAVs dated D refer to the index closing price on D, rather than on D-1 as had previously been the case. They are still published on D+1.
  - Update of the 30 April 2009 prospectus.
- 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**

The management company reserves the right to capitalise and/or distribute all or part of the revenues each year.

# appendix

# appendix

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THOUGH MSCI OBTAINS INFORMATION FOR INTEGRATION OR USE IN THE CALCULATION OF THE INDICES FROM SOURCES THAT MSCI CONSIDERS TO BE RELIABLE, NEITHER MSCI NOR ANY OTHER PARTY INVOLVED IN THE CREATION OR CALCULATION OF THE MSCI INDICES GUARANTEES THE EXACTNESS AND/OR EXHAUSTIVE NATURE OF THE INDICES OR OF ANY INCLUDED DATA. NEITHER MSCI NOR ANY OTHER PARTY INVOLVED IN THE CREATION OF A CALCULATION FOR THE MSCI INDICES GIVES ANY EXPRESS OR IMPLICIT GUARANTEE AS TO THE RESULTS THAT MAY BE OBTAINED BY THE HOLDER OF A MSCI LICENCE, THE CUSTOMERS OF THE SAID LICENSEE AS WELL AS THE COUNTERPARTIES, UNIT HOLDERS IN THE FUND OR ANY OTHER PERSON OR ENTITY, BASED ON THE USAGE OF THE INDICES OR OF ANY DATA INCLUDED WITH REGARD TO THE RIGHTS GRANTED BY LICENCE OR FOR ANY OTHER USAGE. NEITHER MSCI NOR ANY OTHER PARTY GIVES EXPRESS OR IMPLICIT GUARANTEES AND MSCI REJECTS ALL GUARANTEES REGARDING THE COMMERCIAL VALUE OR ADEQUACY FOR A SPECIFIC USAGE OF THE INDICES OR INCLUDED DATA. NOTWITHSTANDING THE ABOVE, UNDER NO CIRCUMSTANCES MAY THE LIABILITY OF MSCI OR OF ANY OTHER PARTY BE SOUGHT WITH REGARD TO ANY DAMAGES, WHETHER DIRECT, INDIRECT OR OTHER (INCLUDING THE LOSS OF EARNINGS), EVEN IN CASE OF KNOWLEDGE OF THE POSSIBILITY OF SUCH DAMAGES.

## 2. Evolution of the net assets

	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Net assets at the start of the fiscal year</b>	<b>115 127 537,60</b>	<b>-</b>
Subscriptions (including subscription commission acquired by the UCITS)	197 334 521,33	254 279 918,27
Redemptions (less the redemption commission acquired by the UCITS)	-10 207 233,94	-118 339 303,52
Capital gains generated on deposits and financial instruments	42 744 916,61	16 564 058,67
Capital losses generated on deposits and financial instruments	-69 434 852,51	-72 086 026,74
Capital gains generated on future financial instruments	237 396 401,25	108 213 215,66
Capital losses generated on future financial instruments	-209 455 430,85	-69 696 591,28
Negotiation fees	-	-
Exchange differentials	-309 106,73	521 758,76
Changes to the estimate difference of the deposits and financial instruments:	28 510 216,04	-9 152 397,40
- <i>Estimate difference fiscal year N</i>	19 357 818,64	-9 152 397,40
- <i>Estimate difference fiscal year N-1</i>	-9 152 397,40	-
Changes to the estimate difference of future financial instruments:	5 517 952,65	-1 837 141,05
- <i>Estimate difference fiscal year N</i>	3 680 811,60	-1 837 141,05
- <i>Estimate difference fiscal year N-1</i>	-1 837 141,05	-
Distribution from the previous fiscal year	-2 245 209,05	-
Net earnings of the fiscal year before adjustment account	-1 013 972,91	6 660 046,23
Advance(s) paid during the fiscal year	-	-
Other elements	-	-
<b>Net assets at the end of the fiscal year</b>	<b>333 965 739,49</b>	<b>115 127 537,60</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

	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 (“ <i>BMTN</i> ”)	-	-
Other instruments	-	-

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

	Securities received in pension sold	Securities borrowed sold	Securities acquired with redemption right sold	Short sales
Equities	-	-	-	-
Bonds	-	-	-	-
Debt securities	-	-	-	-
Other investments	-	-	-	-

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	-	-	-	399 825 211,25
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	-	-	-	3 935 311,25
<b>Liabilities</b>				
Temporary operations on securities	-	-	-	-
Financial accounts	-	-	-	-
<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	3 935 311,25	-	-	-	-
<b>Liabilities</b>					
Temporary operations on securities	-	-	-	-	-
Financial accounts	-	-	-	-	-
<b>Off-balance sheet</b>					
Hedging operations	-	-	-	-	-
Other operations	-	-	-	-	399 825 211,25



### 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	CHF	USD	JPY	Other currencies
<b>Assets</b>				
Deposits	-	-	-	-
Equities and similar securities	23 359 682,67	16 483 865,28	9 986 528,90	7 218 824,41
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
MF shares	-	-	-	-
Temporary operations on securities	-	-	-	-
Forward financial instruments on the asset side	-	-	-	-
Receivables	-	-	-	-
Financial accounts	-	-	-	-
<b>Liabilities</b>				
Sale operations on financial instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Forward 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>19 358 727,78</b>
Future currency exchange operations	
Future purchases of currency	-
Total negotiated amount of future currency sales	-
Other receivables:	
Deferred settlement sales	19 358 727,78
-	-
-	-
-	-
-	-
Other operations	-
<b>Debts</b>	<b>23 462 464,13</b>
Future currency exchange operations	
Future sales of currency	-
Total negotiated amount of future currency purchases	-
Other debts:	
Deferred settlements purchases	23 294 039,02
Provisioned costs	168 425,11
-	-
-	-
-	-
Other operations	-

### 3.6 Shareholders equity

Number of units issued/redeemed during the fiscal year:	Subscriptions		Redemptions	
	Number of units	Amount	Number of units	Amount
UNIT A / FR0010429068	37 520 000	181 997 100,00	1 842 461	10 207 233,94
UNIT B / FR0010435297	2 825 000	15 337 421,33	-	-
Subscription / redemption commission by share category:		Amount		Amount
UNIT A / FR0010429068		-		-
UNIT B / FR0010435297		-		-
Remittances by share category:		Amount		Amount
UNIT A / FR0010429068		-		-
UNIT B / FR0010435297		-		-
Commissions acquired by the UCITS by share category:		Amount		Amount
UNIT A / FR0010429068		-		-
UNIT B / FR0010435297		-		-

### 3.7 Management fees

Operating and management fees (fixed fees) as % of the average net assets:	%
Share category:	
UNIT A / FR0010429068	0,65
UNIT B / FR0010435297	0,65
Performance commissions (variable fees): amount of costs for the year	Amount
Share category:	
UNIT A / FR0010429068	-
UNIT B / FR0010435297	-
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 .....None
- 3.8.2 Description of the other commitments received and/or given .....None

### 3.9 Other information

3.9.1 Current value of the financial instruments that are the subject of temporary acquisition:

- Financial instruments sold under forward 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 estimates 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

- Swap	<b>17 279 508,82</b>
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### 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
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
<b>Total advances</b>		-	-	-	-

	31.07.2009	31.07.2008
Allocation of the profit/loss	EUR	EUR
<b>Sums still to be allocated</b>		
Carried forward	-	-
Adjustment of carried forward	-	-
Earnings	-1 778 829,51	6 816 023,49
<b>Total</b>	<b>-1 778 829,51</b>	<b>6 816 023,49</b>

UNIT A / FR0010429068	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	1 953 716,18
Carried forward for the fiscal year	-	-
Capitalisation	-1 626 785,34	4 093 531,01
<b>Total</b>	<b>-1 626 785,34</b>	<b>6 047 247,19</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of circulating units	50 706 125	15 028 586
Distribution per unit	-	0,13
<b>Tax credits</b>	-	-

UNIT B / FR0010435297	31.07.2009	31.07.2008
Currency	EUR	EUR
<b>Allocation</b>		
Distribution	-	241 017,91
Carried forward for the fiscal year	-	-
Capitalisation	-152 044,17	527 758,39
<b>Total</b>	<b>-152 044,17</b>	<b>768 776,30</b>
<b>Information relative to the units and resulting in a distribution right</b>		
Number of circulating units	4 735 000	1 910 000
Distribution per unit	-	0,13
<b>Tax credits</b>	-	-

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

*UCITS creation date: Units A: 18 April 2007; Units B: 24 April 2007.*

UCITS currency

EUR	31.07.2009	31.07.2008	Date n-1	Date n-2	Date n-3
<b>Net assets</b>	<b>333 965 739,49</b>	115 127 537,60	-	-	-

UNIT A / FR0010429068

Currency of the UNIT and of the NAV:

EUR	31.07.2009	31.07.2008	Date n-1	Date n-2	Date n-3
<b>Number of circulating units</b>	<b>50 706 125,00</b>	15 028 586,00	-	-	-
<b>Net asset value</b>	<b>6,02</b>	6,79	-	-	-
<b>Unit distribution (including advances)*</b>	-	0,13	-	-	-
<b>Unit tax credit transferred to unit holders (natural persons)<sup>(1)</sup></b>	-	-	-	-	-
<b>Unit capitalization *</b>	<b>-0,03</b>	0,27	-	-	-

\* *The amounts of the unit distribution, the unit capitalisation and the tax credits are indicated in the accounting currency of the UCITS.*

*(1) Fiscal year closed; 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 securities in circulation on that date.*

UNIT B / FR0010435297

Currency of the UNIT and of the NAV:

USD	31.07.2009	31.07.2008	Date n-1	Date n-2	Date n-3
<b>Number of circulating units</b>	<b>4 735 000,00</b>	1 910 000,00	-	-	-
<b>Net asset value</b>	<b>8,55</b>	10,57	-	-	-
<b>Unit distribution (including advances)*</b>	-	**0,13	-	-	-
<b>Unit tax credit transferred to unit holders (natural persons)<sup>(1)</sup></b>	-	-	-	-	-
<b>Unit capitalization *</b>	<b>-0,03</b>	0,27	-	-	-

\* *The amounts of the unit distribution, the unit capitalisation and the tax credits are indicated in the accounting currency of the UCITS.*

*(1) Fiscal year closed; 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 securities in circulation on that date.*

*\*\* The amount of the unit dividend stems from the conversion of the dividend paid in USD of USD 0.18, and converted into euros with the WM Reuters EUR/USD fixing on 5 September 2008 at 1.42645.*

## 4. UCITS inventory

## appendix

Security code	Name	Quantity	Stock market value	Listing currency	% Assets
LYXOR ETF MSCI EMERGING MARKETS					
Investment Securities					
Equity					
JP303020007	KOMAMI CORP	42 896.00	639 842.03	JPY	0.19
JP3037950001	NISSAN MINING HOLDINGS INC	18 696.00	62 203.83	JPY	0.02
JP3067240003	NISSAN MOTOR CO LTD	427 956.00	2 184 763.46	JPY	0.65
JP3122400009	ADVANTEST	134 783.00	2 062 249.73	JPY	0.62
JP3039720001	SUZUKI MOTOR CORP	9 436.00	167 068.25	JPY	0.05
SE0000221723	MEDA A	24 998.00	135 533.15	SEK	0.04
JP3020600000	KAO CORP	16 127.00	256 310.83	JPY	0.08
JP3080600001	DAIICHI KASEI	56 834.00	499 866.13	JPY	0.15
JP3039030005	JFE HOLDINGS	17 672.00	498 880.77	JPY	0.15
CH0101030478	ACTELION	12 988.00	498 320.29	CHF	0.15
FR0000121687	ESSLOR INTERNATIONAL	39 769.00	1 547 782.10	EUR	0.46
JP3018000005	NEUL HOLDINGS CO NPV	17 122.00	484 622.91	JPY	0.15
JP3038000008	TDK CORPORATION	11 224.00	414 155.17	JPY	0.12
NO001006385	STATOIL HYDRO ASA	410 366.00	6 159 604.24	NOK	1.84
AT0000905014	VIENNA INSURANCE	32 548.00	1 004 565.20	EUR	0.32
JP3043010006	SOFTBANK CORP	43 500.00	649 556.96	JPY	0.19
DE0005752000	BAYER AG	276 310.00	11 897 908.60	EUR	3.56
DE0007231601	SIEMENS AG-NOM	235 454.00	13 185 424.00	EUR	3.95
DE000ENAG599	E.ON AG	50 735.00	1 347 521.60	EUR	0.40
IT0000132476	ENI SPA	415 087.00	6 778 370.71	EUR	2.03
FR0010221234	EUTELSAT COMMUNICATIONS	1 236.00	24 231.78	EUR	0.01
US07162N4098	SYNTHES INC	7 894.00	621 358.89	CHF	0.19
FR0000120271	TOTAL	265 513.00	10 331 110.83	EUR	3.09
DE0018430026	MÜNCHENER RUECKVERSICHERUNGS AG-NOM	16 004.00	1 697 884.36	EUR	0.51
NL0006040001	ASML HOLDING NV	68 943.00	1 256 460.91	EUR	0.38
BE0006078994	BEPMIO SCA SCOFI	30 332.00	1 819 800.00	EUR	0.55
BE0000179140	GRUPE BRUXELLES LAMBERT	6 260.00	348 556.50	EUR	0.10
CH0008742519	SWISSCOM	32 025.00	7 361 889.03	CHF	2.20
JP3063400001	TOYOTA MOTOR CORP	61 795.00	1 826 869.64	JPY	0.55
CH0010202048	ROCHE HOLDING AG-BON JOUISANCE	76 042.00	8 397 612.40	CHF	2.52
IT0001976403	FIAT	713 894.00	5 554 095.32	EUR	1.66
FR0006000681	NOKIA OYJ	270 163.00	2 523 322.42	EUR	0.76
ES0178430E18	TELEFONICA SA	1 062 081.00	18 364 073.86	EUR	5.50
FR0000120644	DANONE	369 953.00	15 056 230.69	EUR	4.51
IT0003508190	ATLANTIA SPA	42 275.00	654 417.00	EUR	0.20

Security code	Name	Quantity	Stock market value	Listing currency	% Assets
DE0007500001	THYSSENKRUPP AG	263 382.00	5 889 051.20	EUR	1.70
DE0008151005	BAF SE	227 488.00	7 997 510.04	EUR	2.40
AL0000003535	UNILEVER CIA	507 486.00	9 723 136.86	EUR	2.91
FR0000171972	SCHNEIDER ELECTRIC SA	109 406.00	9 973 474.70	EUR	2.99
US17433151039	PROGRESSIVE CORP	1 500 000.00	16 493 866.28	USD	4.94
FR0000110104	LVHM MOET HENNESSY LOUIS VUITTON	189 894.00	11 955 734.16	EUR	3.58
FR0000120885	NATXS	470 100.00	658 872.70	EUR	0.20
IT0000072818	INTESA SANPAOLO SPA	49 1028.00	1 282 510.65	EUR	0.38
FR0000127771	VIVENDI	583 624.00	10 159 322.60	EUR	3.04
FR0000126578	SANOFI-AVENTIS	278 557.00	583 624.00	EUR	3.83
IT0000084654	UNICREDIT SPA	1 843 378.00	12 892 479.72	EUR	3.83
FR0000045072	CREDIT AGRICOLE SA	1 080 678.00	3 377 141.79	EUR	1.01
CH0248394483	UBS AG NOM	833 437.00	10 822 970.14	EUR	3.24
DE0005140008	DEUTSCHE BANK AG-NOM	285 021.00	6 490 503.08	CHF	1.94
NO0010031479	DNB NOR ASA	23 791.00	13 391 080.97	EUR	4.01
DE0007664005	VOLKSWAGEN AG	23 791.00	145 003.83	NOK	0.04
SE0000181620	SVENSKA HANDELSBANKEN A	128 786.00	31 977 991.18	EUR	9.58
DE0008587508	DEUTSCHE TELEKOM AG-NOM	45 545.00	779 283.19	SEK	0.23
FR0000131104	BNP PARIBAS	1 205 086.00	10 833 813.04	EUR	3.24
JP3700000007	NIPPON LIGHT METAL	348 580.00	11 637 954.90	EUR	3.49
FR0000120172	CARREFOUR SA	57 521.00	240 199.17	JPY	0.07
FR0000130338	VALEO	173 291.00	1 894 454.14	EUR	0.57
ES0113211835	BANCO BILBAO VIZCAYA ARGENTA	758 124.00	3 223 212.60	EUR	0.97
DE0007100000	DAMLER	93 144.00	8 733 589.49	EUR	2.62
Total Equity			316 854 555.77	EUR	0.91
Total Investment Securities			316 854 555.77		94.88
Cash					94.88
OTHER					
	PKLETH Swap excl. PTF		3 880 811.80	EUR	1.10
	Swap result post EUR GO		13 588 697.22	EUR	4.07
Total OTHER			17 279 508.92		5.17
AT BANK OR PENDING					
	Def. purchases EUR		-23 264 039.02	EUR	-8.98
	Def. sales EUR securities		19 358 727.78	EUR	5.80
	EUR SGP bank		3 935 311.25	EUR	1.18
Total AT BANK OR PENDING			0.01		
MANAGEMENT FEES					
	PhCom/GustAdm		-188 425.11	EUR	-0.05
Total MANAGEMENT FEES			-188 425.11		-0.05
Total Cash			17 111 083.72		5.12
Total LYXOR ETF MSCI EMERGING MARKETS			335 965 739.49		100.00

**The following notes relate to the marketing of the fund in Hong-Kong**

**4. Transactions with Manager and its connected persons**

**4.1. Investment transactions with connected persons of the Manager**

The following note is a summary of the transactions entered into during the year between the Fund and the Manager and its connected persons.

Connected persons of the Manager are those as defined in the Code on Unit Trusts and Mutual Funds established by the Securities & Futures Commission of Hong Kong. All such transactions were entered into in the ordinary course of business and on normal commercial terms.

Investment transactions with connected persons of the Manager:

Name of company	Aggregate value of purchases and sales of securities	% of the Fund's total transactions	% of the Fund's total commission paid in the year	Average rate of commission
EUR				
From August 01, 2008 to July 31, 2009				
Société Générale	2 746 230 486.36	100%	0	0

**4.2. Fees on investment transactions with connected persons of the Manager**

The Fund utilises the brokerage, custodian, agency and banking services of Société Générale, connected persons of the Manager.

There are no Investment transaction fees paid by the fund to Lyxor International Asset Management and to Société Générale.

**5. Soft commission arrangements**

The Manager is not aware of any agreements with third parties involving soft commissions and based on investment transactions.

**6. Constituent stocks of the basket which represent more than 10 percent at year-end date**

As at year-end, none of the constituent stocks represents more than 10 percent of the portfolio.



## **7. Performance of the fund vs performance of the Index**

The LYXOR ETF MSCI EMERGING MARKETS is 11.34% down for shares A (EUR) from 31/07/08 to 31/07/09 and is 19.11 % down for shares B (USD) from 31/07/08 to 31/07/09 on the relevant (fiscal) period.

On the period from 31/07/08 to 31/07/09, the MSCI EMERGING MARKETS™ INDEX returned a performance equal to -18.76%.

Note: Since the index and the fund are not valued in the same currency, the performance of share A (in EUR) is shifted accordingly.