

EXCHANGE TRADED FUNDS BY

LYXOR

SOCIETE GENERALE GROUP

LYXOR ETF MSCI TAIWAN

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

Fiscal year closing on 26 February 2010

**AUDITOR'S REPORT
ON THE ANNUAL ACCOUNTS
Fiscal year closing on 26 February 2010**

LYXOR ETF MSCI TAIWAN

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 26 February 2010 concerning:

- the verification of the annual accounts of the mutual fund LYXOR ETF MSCI TAIWAN, 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 generally accepted auditing standards 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 includes examining, on a sample basis, evidence supporting the information contained in these accounts. As this is a mutual fund, it does not cover the databases provided by independent third parties for the preparation of the off-balance sheet report included in the annual accounts. An audit also involves assessing the accounting principles used and the significant estimates used for the establishment of the accounts, as well as their overall presentation. We feel that our verifications provide a reasonable basis for the opinion expressed below.

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:

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

Taking into account the delay for the transfer of certain information, this report is dated 18 June 2010.

Neuilly sur Seine, 18 June 2010

The auditor

PricewaterhouseCoopers Audit

(signature)

Marie-Christine Jetil

ANNUAL ACCOUNTS

BALANCE SHEET assets

	26.02.2010	27.02.2009
Currency	USD	USD
Net fixed assets	-	-
Deposits	-	-
Financial instruments	98 999 220,42	54 236 599,42
• SHARES AND SIMILAR SECURITIES		
Negotiated on a regulated or similar market	93 189 567,58	53 014 751,31
Not negotiated on a regulated or similar market	-	-
• BONDS AND SIMILAR SECURITIES		
Negotiated on a regulated or similar market	-	-
Not negotiated on a regulated or similar market	-	-
• DEBT INSTRUMENTS		
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	-	-
• MUTUAL FUND SHARES		
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	-	-
• TEMPORARY OPERATIONS INVOLVING SECURITIES		
Receivables representing securities held in pension	-	-
Receivables representing loaned securities	-	-
Securities borrowed	-	-
Securities given in pension	-	-
Other temporary operations	-	-
• FUTURE FINANCIAL INSTRUMENTS		
Operations on a regulated or similar market	-	-
Other positions	5 809 652,84	1 221 848,11
• OTHER FINANCIAL INSTRUMENTS	-	-
Liabilities	3 596 169,88	-
Future foreign currency operations	-	-
Other	3 596 169,88	-
Financial accounts	-	-
Liquidity	-	-
Total assets	102 595 390,30	54 236 599,42

BALANCE SHEET liabilities

	26.02.2010	27.02.2009
Currency	USD	USD
Shareholders equity		
• Capital	99 313 853,93	54 676 435,02
• Carried forward	-	-
• Adjustment of carried forward	-	-
• Result	-364 623,84	-496 546,32
Total shareholders equity <i>(amount representing the net assets)</i>	98 949 230,09	54 179 888,70
Financial instruments	-	-
• Operations involving the sale of financial instruments	-	-
• Temporary operations involving securities		
Debts representing securities given in pension	-	-
Debts representing borrowed securities	-	-
Other temporary operations	-	-
• Future financial operations		
Operations on a regulated or similar exchange market	-	-
Other positions	-	-
Debts	2 528 297,14	56 710,72
Future foreign exchange operations	-	-
Other	2 528 297,14	56 710,72
Financial accounts	1 117 863,07	-
Current bank accommodations	1 117 863,07	-
Loans	-	-
Total liabilities	102 595 390,30	54 236 599,42

Off-balance sheet commitments

	26.02.2010	27.02.2009
Currency	USD	USD
Hedging operations		
• 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)	-	-
Other operations		
• 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	109 753 848,01	97 520 863,50
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-

Profit and loss account

	26.02.2010	27.02.2009
Currency	USD	USD
Earnings and financial operations		
• Earnings on deposits and financial accounts	-	-
• Earnings and shares and similar securities	-	22 280,70
• Earnings on bonds and similar securities	-	-
• Earnings on debt instruments	3 270 549,23	-
• Earnings on temporary acquisitions and sales of securities	-	-
• Earnings on future financial instruments	-	-
• Other financial earnings	-	-
Total (I)	3 270 549,23	22 280,70
Charges on financial operations		
• Charges on temporary acquisitions and sales of securities	-	-
• Charges on future financial instruments	-	-
• Charges on financial debts	-457,91	-
• Other financial charges	-	-
Total (II)	-457,91	-
Earnings on financial operations (I - II)	3 270 091,32	22 280,70
Other earnings (III)	-	-
Management fees and depreciation expenses (IV)	-581 537,57	-407 528,98
Net earnings of the fiscal year (L.214-9) (I - II + III - IV)	2 688 553,75	-385 248,28
Adjustment of the fiscal year's earnings (V)	613 963,31	-111 298,04
Advances paid for the fiscal year (VI)	-3 667 140,90	-
Earnings (I - II + III - IV +/- V - VI):	-364 623,84	-496 546,32

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 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 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 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 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 rates used for the assessment of financial instruments drafted in a currency other than the MF's reference currency are the exchange rates disseminated by WM/Reuters 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 A, B and E

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.

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

- (1) 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 USD.

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:
 - 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.
- 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.

LYXOR ETF MSCI TAIWAN (the "Fund") is in no way sponsored, endorsed, sold or promoted by MSCI ("MSCI"), or by any MSCI subsidiary, or by any of the entities involved in the preparation of the MSCI indices. The MSCI indices are the exclusive property of MSCI and the MSCI indices are trademarks belonging to MSCI or its subsidiaries and have been the subject of a licence granted, for certain requirements, to Lyxor Asset Management. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the preparation or calculation of the MSCI indices makes any declaration or issues any express or implicit guarantee relative to holders of the Fund's units or more generally to the public, with regard to the timeliness of a transaction involving mutual fund units in general or the Fund's units in particular, or regarding the ability of any MSCI index to replicate the performance of the overall equity market. MSCI or its subsidiaries are the owners of certain names, registered trademarks and of the MSCI indices that are determined, composed and calculated by MSCI without discussion with Lyxor International Asset Management or the Fund. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the preparation of the MSCI indices is required to take into account the needs of Lyxor International Asset Management or of the holders of the Fund's units when determining, composing or calculating the MSCI indices. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the preparation of the MSCI indices makes any decision regarding the launch date, the price, the quantity of the Fund's units, or even the determination and calculation of the formula used to establish the Fund's net asset value. Neither MSCI, nor any MSCI subsidiary, nor any of the entities involved in the preparation of the MSCI indices assumes any liability or obligation with regard to the Fund's administration, management or marketing.

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

Currency	26.02.2010 USD	27.02.2009 USD
Net assets at the start of the fiscal year	54 179 888,70	34 025 581,49
Subscriptions (including subscription commission acquired by the UCITS)	37 914 863,48	74 380 052,00
Redemptions (less the redemption commission acquired by the UCITS)	-28 023 683,93	-1,07
Capital gains generated on deposits and financial instruments	31 325 709,26	11 872 201,59
Capital losses generated on deposits and financial instruments	-21 266 997,14	-46 944 990,08
Capital gains generated on future financial instruments	160 870 062,20	89 048,143,21
Capital losses generated on future financial instruments	-145 530 243,17	-88 985 066,26
Negotiation fees	-	-
Exchange differentials	7 159 049,99	-8 210 674,15
Changes to the estimate difference of the deposits and financial instruments:	5 433 153,35	-8 879 573,56
<i>- Estimate difference fiscal year N</i>	<i>-4 804 922,10</i>	<i>-10 238 075,45</i>
<i>- Estimate difference fiscal year N-1</i>	<i>-10 238 075,45</i>	<i>-1 358 501,89</i>
Changes to the estimate difference of future financial instruments:	-2 133 985,50	-401 855,09
<i>- Estimate difference fiscal year N</i>	<i>-1 905 218,24</i>	<i>228 767,26</i>
<i>- Estimate difference fiscal year N-1</i>	<i>228 767,26</i>	<i>630 622,35</i>
Distribution from the previous fiscal year	-	-1 338 681,10
Net earnings of the fiscal year before adjustment account	2 688 553,75	-385 248,28
Advance(s) paid during the fiscal year	-3 667 140,90	-
Other elements	-	-
Net assets at the end of the fiscal year	98 949 230,09	54 179 888,70

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	-	-	-	-

LYXOR ETF MSCI TAIWAN

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

	Rate	Equities	Exchange	Other
Hedging operations				
Commitments on regulated or similar markets	-	-	-	-
Over-the-counter commitments	-	-	-	-
Other commitments	-	-	-	-
Other operations				
Commitments on regulated or similar markets	-	-	-	-
Over-the-counter commitments	-	-	-	109 753 848,01
Other commitments	-	-	-	-

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

	Fixed rate	Variable rate	Revisable rate	Other
Assets				
Deposits	-	-	-	-
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Financial accounts	-	-	-	-
Liabilities				
Temporary operations on securities	-	-	-	-
Financial accounts	-	-	-	1 117 863,07
Off-balance sheet				
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
Assets					
Deposits	-	-	-	-	-
Bonds and similar securities	-	-	-	-	-
Debt instruments	-	-	-	-	-
Temporary operations on securities	-	-	-	-	-
Financial accounts	-	-	-	-	-
Liabilities					
Temporary operations on securities	-	-	-	-	-
Financial accounts	1 117 863,07	-	-	-	-
Off-balance sheet					
Hedging operations	-	-	-	-	-
Other operations	-	-	-	-	109 753 848,01

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	EUR	CHF	AUD	Other currencies
Assets	-	-	-	-
Deposits	-	-	-	-
Equities and similar securities	84 998 839,79	5 491 501,81	2 359 874,54	339 351,44
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
MF shares	-	-	-	-
Temporary operations on securities	-	-	-	-
Forward financial instruments on the asset side	-	-	-	-
Receivables	-	-	-	-
Financial accounts	-	-	-	-
Liabilities	-	-	-	-
Sale operations on financial instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Forward financial instruments on the liability side	-	-	-	-
Debts	-	-	-	-
Financial accounts	-	-	-	-
Off-balance sheet	-	-	-	-
Hedging operations	-	-	-	-
Other operations	-	-	-	-

LYXOR ETF MSCI TAIWAN

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).

Receivables	3 596 169,88
Future currency exchange operations	
Future purchases of currency	-
Total negotiated amount of future currency sales	-
Other receivables:	
Deferred settlement sales	3 596 169,88
-	-
-	-
-	-
-	-
Other operations	-
Debts	2 528 297,14
Future currency exchange operations	
Future sales of currency	-
Total negotiated amount of future currency purchases	-
Other debts:	
Deferred settlements purchases	2 478 306,80
Provisioned costs	49 990,34
-	-
-	-
-	-
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 / FR0010398701	7 500 000	5 325 000,00	23 300 000	18 578 000,00
UNIT B / FR0010444786	2 750 000	21 444 863,48	1 066 900	9 445 683,93
UNIT E / FR0010444794	1 250 000	11 145 000,00	-	-
Subscription / redemption commission by share category:		Amount		Amount
UNIT A / FR0010398701		-		-
UNIT B / FR0010444786		-		-
UNIT E / FR0010444794		-		-
Remittances by share category:		Amount		Amount
UNIT A / FR0010398701		-		-
UNIT B / FR0010444786		-		-
UNIT E / FR0010444794		-		-
Commissions acquired by the UCITS by share category:		Amount		Amount
UNIT A / FR0010398701		-		-
UNIT B / FR0010444786		-		-
UNIT E / FR0010444794		-		-

3.7 Management fees

Operating and management fees (fixed fees) as % of the average net assets: **%**

Share category:

UNIT A / FR0010398701	0,65
-----------------------	------

UNIT B / FR0010444786	0,65
-----------------------	------

UNIT E / FR0010444794	0,65
-----------------------	------

Performance commissions (variable fees): amount of costs for the year **Amount**

Share category:

UNIT A / FR0010398701	-
-----------------------	---

UNIT B / FR0010444786	-
-----------------------	---

UNIT E / FR0010444794	-
-----------------------	---

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	5 809 652,84
--------	--------------

LYXOR ETF MSCI TAIWAN

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
08/06/09	Unit A	2 193 384,90	0,03	-	-
08/06/09	Unit B	1 323 756,00	0,29	-	-
08/06/09	Unit E	150 000,00	0,30	-	-
-	-	-	-	-	-
Total advances		3 667 140,90	0,62	-	-

	26.02.2010	27.02.2009
Allocation of the profit/loss	USD	USD
Sums still to be allocated		
Carried forward	-	-
Adjustment of carried forward	-	-
Earnings	-364 623,84	-496 546,32
Total	-364 623,84	-496 546,32

UNIT A / FR0010398701	26.02.2010	27.02.2009
Currency	USD	USD
Allocation		
Distribution	646 128,30	-
Carried forward for the fiscal year	-	-
Capitalisation	1 633,13	-397 892,80
Total	647 761,43	-397 892,80
Information relative to the units and resulting in a distribution right		
Number of circulating units	64 612 830,00	80 412 830,00
Distribution per unit	0,01	-
Tax credits	-	-

LYXOR ETF MSCI TAIWAN

UNIT B / FR0010444786	26.02.2010	27.02.2009
Currency	USD	USD
Allocation		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	-663 168,00	-86 950,65
Total	-663 168,00	-86 950,65
Information relative to the units and resulting in a distribution right		
Number of circulating units	3 433 100,00	1 750 000,00
Distribution per unit	-	-
Tax credits	-	-
UNIT E / FR0010444794	26.02.2010	27.02.2009
Currency	USD	USD
Allocation		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	-349 217,27	-11 702,87
Total	-349 217,27	-11 702,87
Information relative to the units and resulting in a distribution right		
Number of circulating units	1 750 000,00	500 000,00
Distribution per unit	-	-
Tax credits	-	-

LYXOR ETF MSCI TAIWAN

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

UCITS creation date: Units A: 13 February 2007; Units B: 28 March 2007; Units E: 5 August 2008.

UCITS currency

USD	26.02.2010	27.02.2009	29.02.2008	Date n-3	Date n-4
Net assets	98 949 230,09	54 179 888,70	34 025 581,49	-	-

UNIT A / FR0010398701	Currency of the UNIT and of the NAV: USD				
	26.02.2010	27.02.2009	29.02.2008	Date n-3	Date n-4
Number of circulating units	64 612 830,00	80 412 830,00	28 112 831,00	-	-
Net asset value	0,84	0,52	1,09	-	-
Unit distribution (including advances)*	0,04	-	0,02	-	-
Unit tax credit transferred to unit holders (natural persons)⁽¹⁾	-	-	-	-	-
Unit capitalization *	-	-	0,004	-	-

* *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 / FR0010444786	Currency of the UNIT and of the NAV: EUR				
	26.02.2010	27.02.2009	29.02.2008	Date n-3	Date n-4
Number of circulating units	3 433 100,00	1 750 000,00	300 000,00	-	-
Net asset value	6,25	4,15	7,20	-	-
Unit distribution (including advances)*	0,29	-	0,20	-	-
Unit tax credit transferred to unit holders (natural persons)⁽¹⁾	-	-	-	-	-
Unit capitalization *	-0,19	-0,04	0,43	-	-

* *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.*

LYXOR ETF MSCI TAIWAN

UNIT E / FR0010444794	Currency of the UNIT and of the NAV: USD				
	26.02.2010	27.02.2009	29.02.2008	Date n-3	Date n-4
Number of circulating units	1 750 000,00	500 000,00	-	-	-
Net asset value	8,49	5,26	-	-	-
Unit distribution (including advances)*	0,30	-	-	-	-
Unit tax credit transferred to unit holders (natural persons)⁽¹⁾	-	-	-	-	-
Unit capitalization *	-0,19	-0,02	-	-	-

* *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.*

4. UCITS inventory

appendix

Security code	Name	Quantity	Stock market value	Listing currency	% Assets
<i>Equity</i>					
LT0004176001	PRYSMIAN SPA	60 027.00	1 036 275.41	EUR	1.05
DE0007164600	SAP AG	113 077.00	5 065 396.12	EUR	5.11
DE000ENAG999	E.ON AG	63 314.00	2 259 912.73	EUR	2.28
FR0000120644	DANONE	131 877.00	7 729 820.67	EUR	7.81
DE00006483001	LINDE AG	245.00	27 647.53	EUR	0.03
DE0000840028	MUEHCHNER RUECKVERSICHERUNGS AG-NOM	49 076.00	7 611 597.05	EUR	7.69
CH0038663350	NESTLE SA	58 062.00	2 864 311.84	CHF	2.93
DE0006202005	SALZGITTER AG	8 865.00	786 729.01	EUR	0.80
DE0008AV0017	BAYER AG	86 871.00	5 932 807.29	EUR	5.97
ALU00000WAP6	MWP GROUP STARLED SECURITIES	534 579.00	1 493 595.38	AUD	1.51
DK0010274414	DANSKE BANK A/S	14 895.00	319 351.44	DKK	0.34
CH0024466483	UBS AG NOM	66 710.00	820 391.46	CHF	0.83
FR0000130021	VIENNA INSURANCE	43 035.00	2 078 449.50	EUR	2.10
DE0007100000	LOREAL	14 570.00	1 311 357.28	EUR	1.53
IT0000064482	DAMILER	70 895.00	2 966 367.46	EUR	3.00
FR0000120578	BANCA POPOLARE DI MILANO	402 462.00	2 375 990.58	EUR	2.40
ES0113900337	SANOFI-AVENTIS	30 699.00	2 250 595.39	EUR	2.27
ALU0000009066	BANCO SANTANDER SA	159 496.00	2 078 475.36	EUR	2.10
ALU000000WOW2	TNT NV	15 595.00	404 590.26	EUR	0.41
DE00005151005	WOOLWORTHS LTD	36 042.00	866 279.16	AUD	0.88
DE0008464005	BASF SE	77 334.00	4 352 375.15	EUR	4.40
FR0000045072	ALLIANZ SE-NOM	56 741.00	6 566 440.74	EUR	6.64
IT0000072618	CREDIT AGRICOLE SA	66 402.00	1 332 315.45	EUR	1.35
FR0000009892	INTESA SANPAOLO SPA	290 990.00	980 268.42	EUR	1.00
FR0000131104	KONINKLIJKE IJPN NV	32 362.00	516 723.73	EUR	0.52
FR0000130271	BNP PARIBAS	29 954.00	2 171 861.03	EUR	2.20
FR0000497168	TOTAL	28 944.00	1 618 704.95	EUR	1.64
CH0012136530	TELECOM ITALIA SPA	541 271.00	772 651.46	CHF	0.78
IT0000064854	CREDIT SUISSE GROUP AG-NOM	37 700.00	1 676 295.57	EUR	1.69
IT0000132476	ENI SPA	318 405.00	906 917.21	EUR	0.82
IT0000128267	ENEL SPA	38 469.00	869 902.54	EUR	0.88
FI0009071132	FORTUM OYJ	53 072.00	288 441.95	EUR	0.29
ALU0000030900	FORTUM OYJ	30 562.00	780 350.96	EUR	0.79
NL0000005938	ING GROEP NV-CVIA	102 764.00	920 688.50	EUR	0.93
NL0000005938	ROYAL PHILIPS ELECTRONICS NV	32 656.00	956 624.36	EUR	0.97

Security code	Name	Quantity	Stock market value	Listing currency	% Assets
DE0007286101	SIEMENS AG-NOM	24 074.00	2 069 460.09	EUR	2.09
DE0007037129	RWE AG	21 832.00	1 827 530.58	EUR	1.85
DE0007037145	RWE 1/2	12 032.00	964 533.58	EUR	0.97
FR0000133308	FRANCE TELECOM	98 384.00	2 265 224.45	EUR	2.29
FR0000127771	VIVENDI	15 749.00	367 614.22	EUR	0.40
FR0010226475	ALSTOM	108 050.00	6 801 418.81	EUR	6.87
FR0000126073	AIR LIQUIDE	30 597.00	3 862 394.72	EUR	3.70
Total Equity			93 199 567.59		94.18
Total Investment Securities			93 199 567.59		94.18
Cash					
OTHER					
Swp need pos USD GO			7 714 871.08	USD	7.80
IMULETTI Swap exd. PTF			-1 905 218.24	USD	-1.90
Total OTHER			5 809 652.84		5.87
AT BANK OR PENDING					
Def. purchases EUR securities			-2 478 308.80	USD	-2.51
USD SGP bank			-1 117 863.07	USD	-1.13
Def. sales EUR securities			3 998 189.88	USD	3.83
Total AT BANK OR PENDING			0.01		0.00
MANAGEMENT FEES					
PrCom/Grat/Adm			-49 990.34	USD	-0.05
Total MANAGEMENT FEES			-49 990.34		-0.05
Total Cash			5 759 662.51		5.82
Total LYXOR ETF MSCI TAIWAN			98 949 230.09		100.00

Information provided as part of the fund’s marketing in Hong Kong

4. Operations with the Manager and its affiliated companies

4.1. Transactions with affiliated companies

The present memo summarizes the transactions carried out during the period between the Fund, the Manager and its affiliated companies.

The companies affiliated with the Manager are those defined in the Hong Kong “Code on Unit Trusts and Mutual Funds established by the Securities & Futures Commission”. All transactions were carried out as part of the Fund’s normal activities and according to normal market conditions.

Transactions with affiliated companies:

Company name	Total value of the purchases / sales of securities	% of the Fund’s total transactions	% of the total commissions paid by the Fund over the year	Average commission rate
Closing on 26 February 2010	USD			
Société Générale	1 330 756 466.81	100%	0.00	0.00

4.2. Fees for transactions with affiliated companies

The Fund uses the services of the Société Générale, a company affiliated with the Manager, namely brokerage, safekeeping and bank services.

The Fund does not pay transaction fees to Lyxor International Asset Management or to Société Générale.

5. Soft commissions

The Manager has no knowledge of agreements providing for soft commissions signed with third parties or pertaining to the transactions carried out by the Fund.

6. Securities representing more than 10% of the portfolio on the closing date

On the closing date, no security represents more than 10% of the portfolio.

7. Fund performance relative to the performance of its reference index

The LYXOR ETF MSCI TAIWAN Fund posted a performance of +61.54% for the A unit (USD) between 27/02/2009 and 26/02/2010, a performance of +50.60% for the B unit (EUR) between 27/02/2009 and 26/02/2010 and a performance of +61.41% for the E unit (USD) between 27/02/2009 and 26/02/2010.

Over the period from 27/02/2009 to 26/02/2010, the MSCI TAIWANTM INDEX posted a performance of +56.02%.

Comment: As the fund is not valued in the index currency, the evolution of the A units (listed in USD), B units (listed in EUR) and E units (listed in USD) has been adjusted accordingly.