

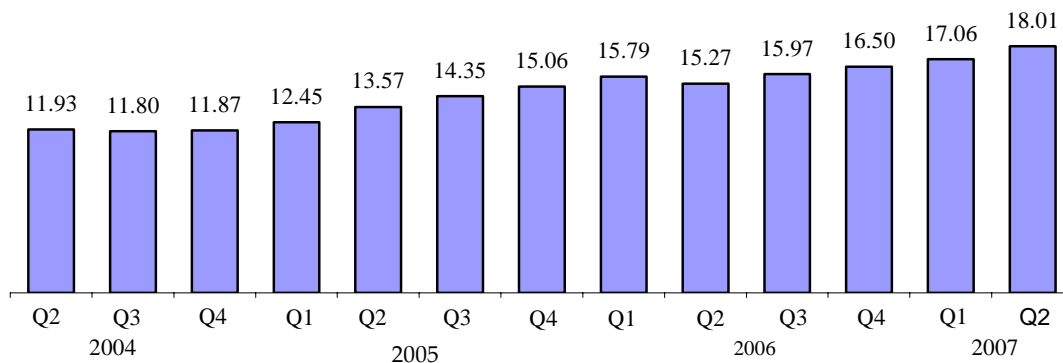
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## Worldwide Investment Fund Assets and Flows Trends in the Second Quarter 2007

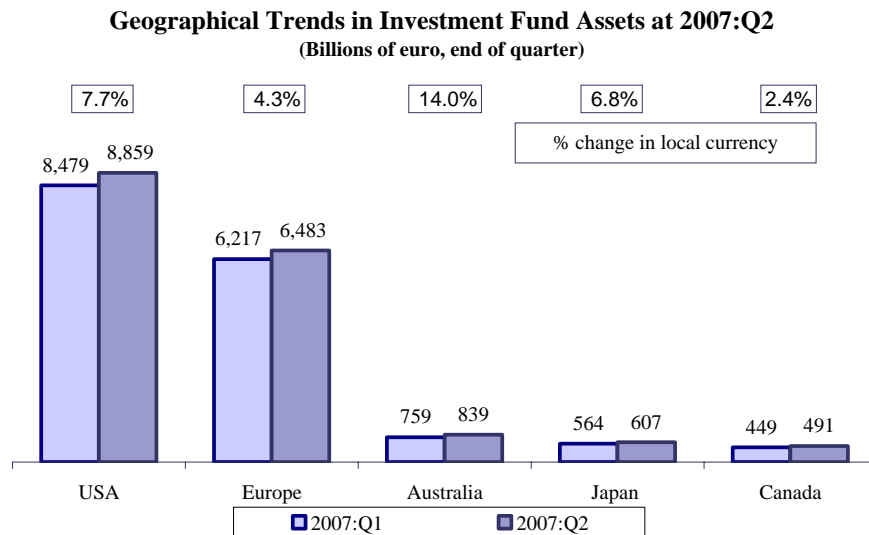
**Brussels, 19 November 2007.** Investment fund assets worldwide increased by 5.2 percent to €18.0 trillion at the end of the second quarter of 2007. Net cash flow to all funds worldwide remained robust at €367 billion in the second quarter, the third consecutive quarter with net flows in excess of €300 billion. Inflows to long-term funds reached €64 billion in the second quarter of 2007, from €66 billion in the first quarter of 2007. Inflows to money market funds remained robust at €103 billion in the second quarter of 2007.

The information presented in this report was compiled by EFAMA and the Investment Company Institute on behalf of the International Investment Funds Association, an organization of national investment fund associations. The collection for the first quarter of 2007 includes statistics from 41 countries.

**Worldwide Investment Fund Assets<sup>2</sup>**  
(Trillions of euros, end of quarter)



Measured in local currency, and taking into account funds of funds, the growth of fund assets was stronger in the United States (7.7%) than in Europe (4.3%) in the second quarter of 2007. Measured in euro terms, total net assets increased in the United States by 4.5 percent, reflecting the depreciation of the U.S. dollar recorded in the second quarter.



**Geographical Trends by Type of Fund, 2007:Q2**

(Billions of euros, end of quarter)

	USA	Europe (1)	Japan	Canada
<b>Equity</b>	<b>4,847</b>	<b>2,405</b>	<b>408</b>	<b>242</b>
% chg in EUR (2)	6%	6%	8%	7%
% chg in loc. cur. (3)	7%	6%	14%	0%
<b>Bond</b>	<b>1,184</b>	<b>1,286</b>	<b>67</b>	<b>38</b>
% chg in EUR (2)	1%	0%	1%	0%
% chg in loc. cur. (3)	2%	0%	7%	-6%
<b>Money Market</b>	<b>1,879</b>	<b>933</b>	<b>17</b>	<b>34</b>
% chg in EUR (2)	3%	4%	-1%	9%
% chg in loc. cur. (3)	4%	4%	5%	2%
<b>Balanced / Mixed</b>	<b>517</b>	<b>862</b>	<b>--</b>	<b>174</b>
% chg in EUR (2)	3%	6%	--	14%
% chg in loc. cur. (3)	5%	6%	--	7%
<b>Other (4)</b>	<b>432</b>	<b>343</b>	<b>114</b>	<b>4</b>
% chg in EUR (2)	9%	9%	12%	66%
% chg in loc. cur. (3)	11%	9%	19%	56%

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

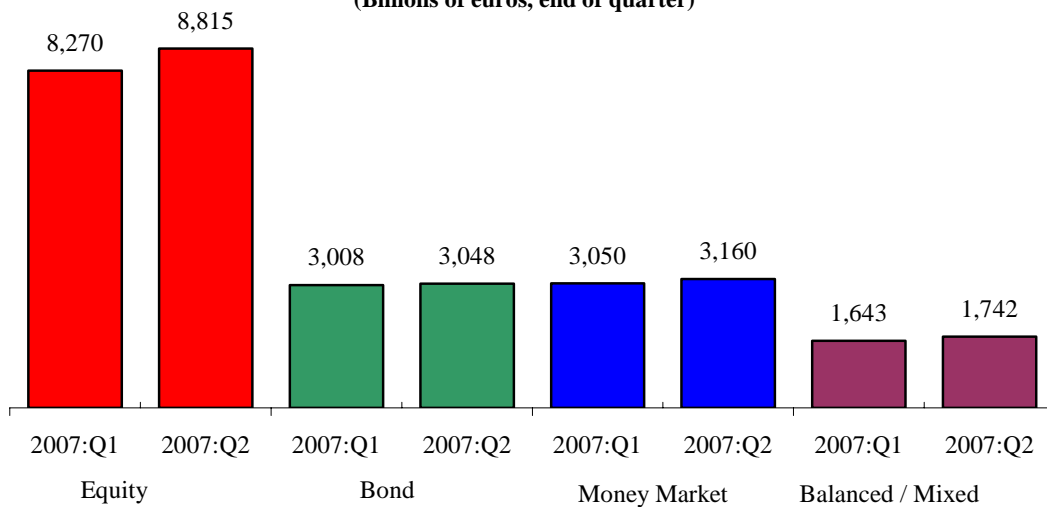
(2) 2007:Q2 compared to 2007:Q1.

(3) 2007:Q2 compared to 2007:Q1, using the euro as the local currency for Europe.

(4) Including funds of funds.

Assets level increased in all investment categories. Assets of equity funds grew by 6.5 percent, with €8.8 trillion in assets at the end of the second quarter of 2007. Bond funds were up by 1.3 percent and money market funds grew by 3.6 percent in the quarter. Assets of balanced/mixed funds increased 6.0 percent to €1.7 trillion at the end of the second quarter.

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



**Net Sales of Investment Funds**

(Billions of euros)

	USA						Europe (1)						World (2)					
	2006				2007		2006				2007		2006				2007	
	Q1	Q2	Q3	Q4	Q1	Q2	Q1	Q2	Q3	Q4	Q1	Q2	Q1	Q2	Q3	Q4	Q1	Q2
<b>Equity</b>	82	23	14	55	54	27	83	2	21	28	-3	-4	205	58	50	116	90	77
<b>Bond</b>	27	8	20	31	44	42	22	-7	-8	-2	9	12	54	-4	6	31	53	72
<b>Money Market</b>	4	46	79	112	51	75	13	15	23	-6	53	26	23	56	97	111	102	103
<b>Balanced / Mixed</b>	3	2	3	8	10	7	47	28	13	18	33	28	61	38	29	35	53	43
<b>Other (3)</b>	25	20	16	27	28	25	21	16	13	19	16	23	61	50	43	68	70	71
<b>Total</b>	141	99	133	234	187	177	187	54	61	57	107	84	404	199	226	361	368	367

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

(2) 33 countries reported in 2006:Q1, Q2 2006, and 34 countries in 2006:Q3, 2006:Q4, 2007:Q1 and 2007:Q2. Assets of reporting countries represented 91 percent of all countries at the end of 2007:Q2.

(3) Including net sales of funds of funds.

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

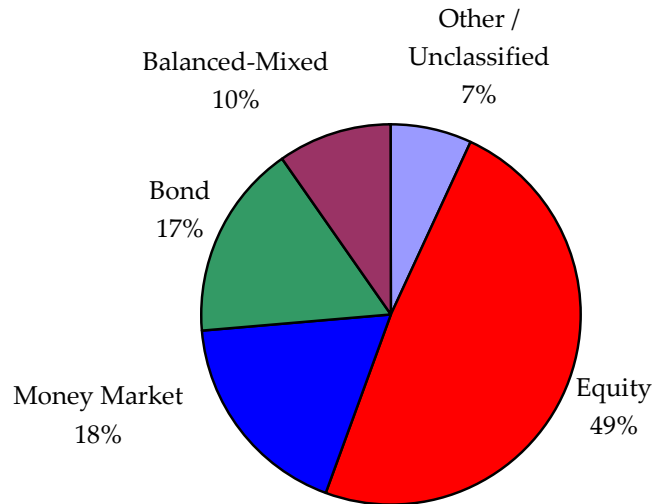
Net cash flow to investment funds worldwide was €67 billion in the second quarter of 2007, with both long-term funds and money market funds experiencing aggregate net inflows. Equity fund flows worldwide were €7 billion in the second quarter, down from €9 billion in the first quarter of 2007. The United States accounted for €7 billion of equity flows and the Asia/Pacific region for €5 billion of equity flows in the second quarter of 2007, compared to €3 billion in the first quarter. Europe registered a net outflow of €4 billion, compared to net outflow of €3 billion in the first quarter.

Net flows to bond funds strengthened to €7 billion in the second quarter of 2007, up from €3 billion in the first quarter of 2007. Net inflows to bond funds in the United States accounted for €4 billion in the second quarter and European bond funds posted €1 billion of net inflows. Most of the acceleration of bond fund flows was attributable to the Asia/Pacific region, which registered inflows of €1 billion in the second quarter after experiencing net outflows of €5 billion in the first quarter.

Worldwide inflows to balanced funds were €4 billion in the second quarter, with €3 billion, or about two-thirds, attributable to Europe. Net flows into money market funds were €1 billion in the second quarter, matching the pace of the first quarter of 2007. Net flows into money market funds in the United States rebounded to €5 billion from €1 billion in the first quarter of 2007 and €1 billion in the fourth quarter of 2006. In contrast, European money market funds recorded a fall in net inflow from €3 billion in the first quarter to €2 billion in the second quarter.

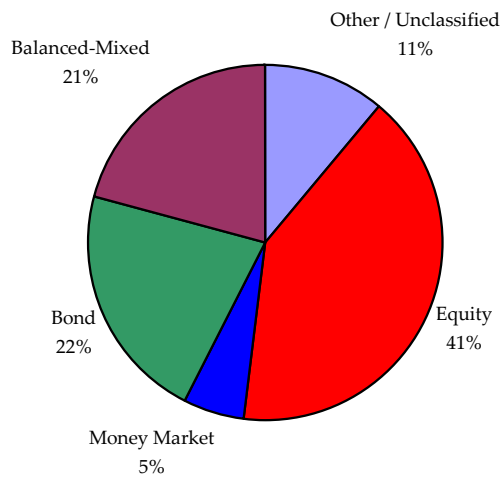
At the end of June 2007, assets of equity funds represented 49 percent of all worldwide investment fund assets. The asset share of bond funds was 17 percent and money market funds were 18 percent of the total. Balanced/mixed fund assets represented 10 percent of the total.

**Composition of Worldwide Investment Fund Asset, 2007:Q2**  
(Percent of total assets, end of quarter)

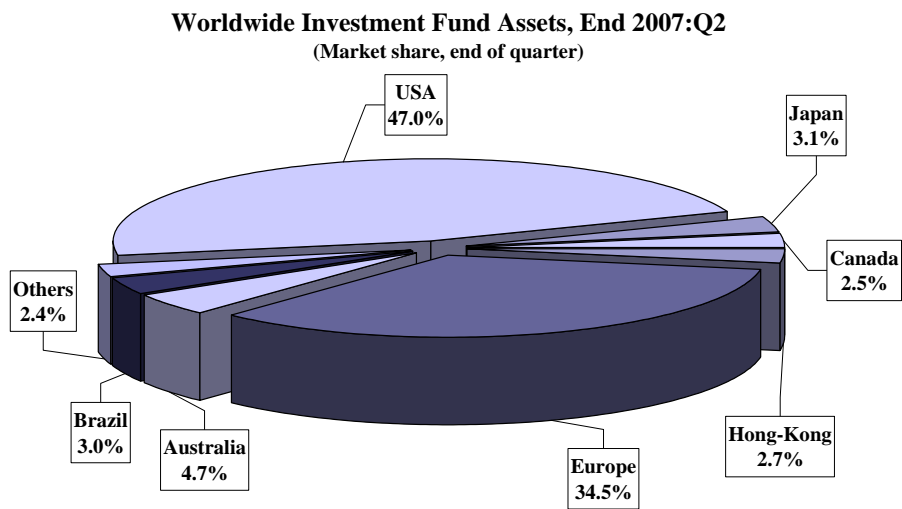


At the end of June 2007, the number of investment funds worldwide stood at 63,200. By type of fund, 41 percent were equity funds, 21 percent were bond funds, 21 percent were balanced/mixed funds, and 5 percent were money market funds.

**Composition of Worldwide Investment Funds, 2007:Q2**  
(Percent of funds, end of quarter)



Looking at the worldwide distribution of investment fund assets, the United States and Europe held the largest share in the world market, 46.9 percent and 34.3 percent, respectively. Australia, Japan, Brazil, Hong-Kong and Canada follow in this ranking. Taking into account non-UCITS assets, the market share of Europe reached 39.9 percent and that of the United States 42.9 percent.<sup>4</sup>



<sup>4</sup> Assets of UCITS and non-UCITS funds in Europe at end June 2007 are provided in Table 6 in annex.

**Table 1**  
**TOTAL NET ASSETS, 2002-2007:Q2**  
Billions of U.S. dollars, end of period

ITEM	2002	2003	2004	2005	2006			2007	
					Q2	Q3	Q4	Q1	Q2
<b>All Reporting Countries<sup>1</sup></b>	<b>11,324</b>	<b>14,048</b>	<b>16,165</b>	<b>17,771</b>	<b>19,416</b>	<b>20,219</b>	<b>21,728</b>	<b>22,797</b>	<b>24,316</b>
Equity	4,204	5,923	7,219	8,333	9,180	9,556	10,504	11,013	11,905
Bond	2,534	3,047	3,313	3,450	3,636	3,710	3,870	4,006	4,116
Money Market	3,190	3,206	3,323	3,364	3,557	3,685	3,864	4,063	4,267
Balanced/Mixed	918	1,198	1,445	1,566	1,802	1,923	2,048	2,187	2,352
Other	229	311	398	512	602	619	675	706	793
<b>Countries Reporting in Every Period<sup>2</sup></b>	<b>10,767</b>	<b>13,300</b>	<b>15,246</b>	<b>16,731</b>	<b>18,162</b>	<b>18,859</b>	<b>20,275</b>	<b>21,277</b>	<b>22,681</b>
Equity	4,084	5,766	7,031	8,123	8,928	9,290	10,209	10,712	11,573
Bond	2,462	2,953	3,217	3,339	3,508	3,587	3,752	3,889	3,994
Money Market	3,159	3,157	3,254	3,289	3,449	3,571	3,736	3,934	4,133
Balanced/Mixed	860	1,128	1,364	1,485	1,695	1,812	1,924	2,060	2,215
Other	202	296	380	495	582	599	654	682	766

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

<sup>1</sup> Components may not sum to total because of rounding or unclassified funds.

<sup>2</sup> Number of countries is 26. Components may not sum to total because of rounding.

**Table 2**  
**NET SALES,<sup>1</sup> 2003-2007:Q2**  
Billions of U.S. dollars

ITEM	2003	2004	2005	2006	2006			2007	
					Q2	Q3	Q4	Q1	Q2
<b>All Reporting Countries<sup>2</sup></b>	<b>317</b>	<b>457</b>	<b>971</b>	<b>1,299</b>	<b>206</b>	<b>252</b>	<b>404</b>	<b>416</b>	<b>434</b>
Equity	283	357	416	535	74	65	150	118	104
Bond	177	109	224	108	-5	8	40	69	98
Money Market	-212	-120	120	365	71	124	143	134	139
Balanced/Mixed	56	82	108	203	48	38	45	69	59
Other	14	29	102	88	19	18	26	26	35
<b>Countries Reporting in Every Period<sup>3</sup></b>	<b>165</b>	<b>307</b>	<b>672</b>	<b>951</b>	<b>130</b>	<b>206</b>	<b>331</b>	<b>317</b>	<b>311</b>
Equity	250	298	317	414	62	53	123	111	93
Bond	86	62	91	78	0	18	38	48	59
Money Market	-218	-131	128	336	47	117	147	113	125
Balanced/Mixed	40	69	112	102	17	14	20	35	22
Other	6	8	23	21	5	5	4	10	12

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

<sup>1</sup> Net sales are new sales plus reinvested dividends less redemptions plus net exchanges.

<sup>2</sup> Components may not sum to total because of rounding or unclassified funds.

<sup>3</sup> Number of countries is 18. Components may not sum to total because of rounding.

**Table 3**  
**NUMBER OF FUNDS, 2002-2007:Q2**  
End of period

ITEM	2002	2003	2004	2005	2006			2007	
					Q2	Q3	Q4	Q1	Q2
<b>All Reporting Countries<sup>1</sup></b>	<b>54,110</b>	<b>54,569</b>	<b>54,982</b>	<b>56,868</b>	<b>59,408</b>	<b>59,761</b>	<b>61,498</b>	<b>62,512</b>	<b>63,200</b>
Equity	22,974	22,688	22,362	23,264	24,417	24,572	25,583	25,599	25,947
Bond	11,619	11,886	13,309	13,231	13,395	13,455	13,557	13,498	13,370
Money Market	4,394	4,974	3,623	3,536	3,603	3,498	3,407	3,406	3,340
Balanced/Mixed	11,228	11,465	11,603	11,393	12,117	11,992	12,515	13,069	13,072
Other	1,310	1,578	1,997	3,317	3,713	3,969	4,097	4,521	4,996
<b>Countries Reporting in Every Period<sup>2</sup></b>	<b>42,393</b>	<b>41,689</b>	<b>42,354</b>	<b>42,427</b>	<b>43,660</b>	<b>44,011</b>	<b>44,985</b>	<b>45,318</b>	<b>45,731</b>
Equity	20,808	20,018	19,918	20,044	20,612	20,734	21,555	21,341	21,479
Bond	9,946	9,847	9,961	10,004	10,128	10,222	10,291	10,299	10,263
Money Market	2,674	2,652	2,899	2,799	2,818	2,710	2,595	2,589	2,573
Balanced/Mixed	7,723	7,857	8,095	7,857	8,152	8,335	8,465	8,784	8,975
Other	1,242	1,315	1,481	1,723	1,950	2,010	2,079	2,305	2,441

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

<sup>1</sup> Components may not sum to total because of unclassified funds.

<sup>2</sup> Number of countries is 24.

**Table 4**  
**TOTAL NET ASSETS, 2002-2007:Q2**  
Billions of euros, end of period

ITEM	2002	2003	2004	2005	2006			2007	
					Q2	Q3	Q4	Q1	Q2
<b>All Reporting Countries<sup>1</sup></b>	<b>10,798</b>	<b>11,123</b>	<b>11,868</b>	<b>15,064</b>	<b>15,273</b>	<b>15,971</b>	<b>16,498</b>	<b>17,117</b>	<b>18,005</b>
Equity	4,008	4,690	5,300	7,063	7,221	7,548	7,976	8,269	8,815
Bond	2,417	2,413	2,432	2,924	2,860	2,930	2,938	3,008	3,048
Money Market	3,041	2,539	2,439	2,852	2,798	2,911	2,934	3,050	3,159
Balanced/Mixed	875	948	1,061	1,328	1,417	1,519	1,555	1,642	1,742
Other	218	246	292	434	473	489	513	530	587
<b>Countries Reporting in Every Period<sup>2</sup></b>	<b>10,267</b>	<b>10,530</b>	<b>11,193</b>	<b>14,183</b>	<b>14,286</b>	<b>14,835</b>	<b>15,948</b>	<b>16,736</b>	<b>16,794</b>
Equity	3,894	4,565	5,162	6,886	7,022	7,338	7,752	8,043	8,569
Bond	2,347	2,338	2,362	2,831	2,759	2,833	2,849	2,920	2,957
Money Market	3,013	2,500	2,389	2,788	2,713	2,821	2,836	2,954	3,060
Balanced/Mixed	820	893	1,002	1,259	1,334	1,432	1,461	1,546	1,640
Other	193	234	279	420	457	473	496	512	567

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

<sup>1</sup> Components may not sum to total because of rounding or unclassified funds.

<sup>2</sup> Number of countries is 26. Components may not sum to total because of rounding.

**Table 5**  
**NET SALES,<sup>1</sup> 2003-2007:Q2**  
Billions of euros

ITEM	2003	2004	2005	2006	2006			2007	
					Q2	Q3	Q4	Q1	Q2
<b>All Reporting Countries<sup>2</sup></b>	<b>279</b>	<b>362</b>	<b>785</b>	<b>1,039</b>	<b>164</b>	<b>198</b>	<b>314</b>	<b>318</b>	<b>322</b>
Equity	245	286	337	431	58	51	116	90	77
Bond	160	86	177	88	-4	6	31	53	72
Money Market	-186	-98	102	288	56	97	111	102	103
Balanced/Mixed	48	65	88	163	38	29	35	53	43
Other	12	24	82	70	15	14	20	20	26
<b>Countries Reporting in Every Period<sup>3</sup></b>	<b>110</b>	<b>241</b>	<b>543</b>	<b>767</b>	<b>104</b>	<b>164</b>	<b>263</b>	<b>252</b>	<b>231</b>
Equity	171	237	257	333	49	41	96	86	69
Bond	93	48	71	62	0	14	30	37	43
Money Market	-181	-106	108	264	37	91	114	88	93
Balanced/Mixed	24	55	90	83	14	11	16	27	16
Other	3	7	19	17	4	4	3	8	9

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

<sup>1</sup> Net sales are new sales plus reinvested dividends less redemptions plus net exchanges.

<sup>2</sup> Components may not sum to total because of rounding or unclassified funds.

<sup>3</sup> Number of countries is 18. Components may not sum to total because of rounding.



**Table 6**  
**TOTAL NET ASSETS OF THE EUROPEAN INVESTMENT FUND INDUSTRY, End 2007:Q2**

	Overall Fund Industry			UCITS Market <sup>1</sup>			Non-UCITS Market <sup>2</sup>		
	Number of funds	Net assets		Number of funds	Net assets		Number of funds	Net assets	
		in mio euro	in mio US \$		in mio euro	in mio US \$		in mio euro	in mio US \$
Austria	2,241	174,342	235,450	1,460	118,487	160,017	781	55,855	75,432
Belgium	1,753	131,559	177,671	1,719	124,457	168,079	34	7,103	9,592
Czech Republic	81	5,512	7,443	80	5,495	7,421	1	17	23
Denmark	770	129,369	174,713	534	72,787	98,299	236	56,582	76,415
Finland	502	69,849	94,331	383	58,332	78,778	119	11,517	15,553
France	11,635	1,637,500	2,211,444	8,122	1,473,000	1,989,287	3,513	164,500	222,157
Germany	5,829	1,059,892	1,431,384	1,504	281,543	380,224	4,325	778,349	1,051,160
Greece	279	24,514	33,106	269	23,629	31,911	10	885	1,195
Hungary	277	11,473	15,494	232	8,779	11,856	45	2,694	3,638
Ireland	4,340	813,044	1,098,016	2,475	654,014	883,246	1,865	159,030	214,771
Italy	1,278	365,854	494,085	960	315,384	425,926	318	50,470	68,159
Liechtenstein	356	18,274	24,679	301	16,876	22,791	55	1,398	1,888
Luxembourg	10,042	2,047,022	2,764,503	8,307	1,839,131	2,483,746	1,735	207,891	280,757
Netherlands	514	106,670	144,058	450	85,677	115,707	64	20,993	28,351
Norway	503	48,736	65,818	503	48,736	65,818	0	0	0
Poland	287	36,568	49,385	169	31,894	43,073	118	4,674	6,313
Portugal	471	40,248	54,355	213	26,304	35,524	258	13,944	18,831
Slovakia	113	3,619	4,887	65	3,494	4,719	48	124	168
Spain	2,884	294,899	398,261	2,862	285,730	385,878	22	9,169	12,383
Sweden	530	150,379	203,087	515	146,713	198,137	15	3,666	4,951
Switzerland	780	155,425	212,706	580	120,048	164,928	200	35,377	47,777
Turkey	335	16,238	21,929	287	13,853	18,708	48	2,385	3,221
United Kingdom	2,742	899,698	1,215,042	2,303	728,996	984,509	439	170,702	230,533
<b>Europe <sup>3</sup></b>	<b>48,542</b>	<b>8,240,684</b>	<b>11,131,848</b>	<b>34,293</b>	<b>6,483,360</b>	<b>8,758,581</b>	<b>14,249</b>	<b>1,757,325</b>	<b>2,373,267</b>

Source: EFAMA

<sup>1</sup> In the sense of publicly offered open-end investment funds (transferable securities and money market instruments), including funds-of-funds assets.

<sup>2</sup> In the sense of nationally regulated investment funds for which a classification in terms of market exposure (equity, bond, balanced and money market) is not possible.

<sup>3</sup> Data for Romania and Russia are not included in this table.