

Press Release

UCITS Show Net Outflows of EUR 23 Billion for May

Brussels, 14th July 2010 - The latest Investment Fund Industry Fact Sheet* for May, published today by the European Fund and Asset Management Association (EFAMA), had the following highlights:

The main developments in May in the reporting countries can be summarised as follows:

- UCITS suffered negative net outflows of EUR 23 billion in May.
- For the first time since March 2009, long-term UCITS (UCITS excluding money market funds) experienced net outflows in May, totaling EUR 8 billion.
- Also for the first time since March 2009, equity and bond funds recorded net outflows (EUR 11 billion and EUR 2 billion, respectively), reflecting investor fear over sovereign debt problems in Europe and the risk of contagion to the global economy.
- Balanced funds and special funds reserved to institutional investors continued to attract new money in May (EUR 3 billion and EUR 4 billion). The broad asset allocation strategy offered by balanced funds and the more stable sources of contributions into special funds explain why these funds were less affected by the market developments in May.
- Despite renewed financial market volatility, outflows from money market funds rose to EUR 14 billion, from EUR 7 billion in April.
- Total assets of UCITS and non-UCITS fell by 0.7 percent in May compared to end April.

The Eurozone's sovereign debt crisis and its risk to economic recovery created apprehension in the market in May, thereby affecting investors' appetite for risk. However, total net outflows from long-term UCITS remained modest in terms of total long-term UCITS assets (0.2 percent).

For the first five months of 2010, long-term UCITS enjoyed net inflows of EUR 108 billion.

23 associations representing more than 97 percent of total UCITS and non-UCITS assets at the end of May 2010 provided net sales and/or net assets data.

– Ends –

* Please see the accompanying attachment for the EFAMA Investment Fund Industry Fact Sheet (May) and the 'Notes to editors' section for further information on how the fact sheet is produced.

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Notes to editors:

About the European Fund and Asset Management Association (EFAMA)

EFAMA is the representative association for the European investment management industry. It represents through its 26 member associations and 42 corporate members approximately EUR 13 trillion in assets under management, of which EUR 7 trillion was managed by approximately 52,000 funds at the end of December 2009. Just under 36,000 of these funds were UCITS (Undertakings for Collective Investments in Transferable Securities) funds. For more information about EFAMA, please visit www.efama.org.

About the Monthly EFAMA Investment Fund Industry Fact Sheet

The fact sheet is published by EFAMA on a monthly basis and represents net fund product sales and/or net assets data for UCITS and non-UCITS assets provided by 23 national associations. The contributing national associations are: Austria, Bulgaria, the Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Ireland, Italy, Luxembourg, Norway, Poland, Portugal, Romania, Slovakia, Slovenia, Spain, Sweden, Switzerland, Turkey and the United Kingdom.