



Investment manager's comments

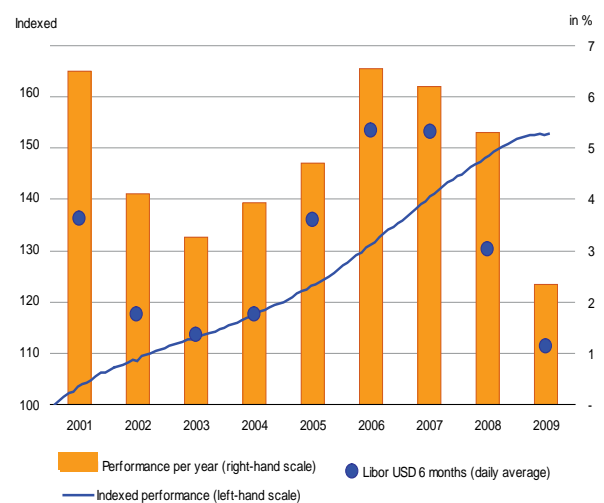
We are pleased to report that the Dexia Micro-Credit Fund performed in line with targets for 2009 and all currency share classes posted full-year returns in excess of average 6 months Libor + 100 bps. The fund closed the year with an NAV in of USD 524mm, with investments well-diversified across over 100 MFIs located in 35 countries. New loans totaling almost USD 18mm were extended to 9 MFIs in December: Four of these MFIs are new borrowers to the fund as we continue to expand DMCF's geographical reach, and are located in India, Jordan, Kenya and Mexico. Despite these large new placements, however, the overall portfolio declined slightly as a result of large amortizations and maturities over the month, and the microfinance portfolio is now equal to 73% of the fund's NAV. The microfinance portfolio has fluctuated between 72-76% of the fund NAV for most of 2009, due largely to a lower level of demand for financing from MFIs that remain somewhat conservative in their growth plans. Net new provisions this month were small and had only a minor impact on performance, as larger provisions against one MFI in Nicaragua were mostly offset by the reversal of provisions for another institution. We will continue to keep investors updated on developments throughout the portfolio, and we wish you all a very happy, healthy and prosperous New Year.

Summary portfolio details

Net Asset Value (NAV) *	USD	524'386'721.61
Total Assets	USD	541'678'738.13
Microfinance loan portfolio	USD	384'474'730.48
Average loan size	USD	2'112'498.52
Portfolio average life (in months)		14.89
Number of countries		35
Number of MFIs		101
Number of loans outstanding		182
Total new disbursements this month:	USD	17'986'799.53
Number of new loans disbursed this month		9
Total loans disbursements (since inception)	USD	745'259'154.08
Number of loans disbursed (since inception)		638

*Net Assets are equal to Total Assets less liabilities, plus current receivables net of current payables.

Performance chart - USD share class



Performance data

	USD	EUR	CHF
NAV	181'877'036.55	201'695'789.44	53'346'494.46
Share Value	16'921.73	13'016.22	12'178.77
Monthly return (35 days)	0.16%	0.17%	0.13%
Return on investment year-to-date	2.33%	2.46%	1.81%
Last 12 months	2.33%	2.46%	1.81%
Last 3 years (annualized)*	4.59%	4.27%	2.92%
Last 5 years (annualized)*	5.01%	4.16%	2.70%
Since inception (total return)	69.22%	30.16%	21.79%
Inception date	September 1998	April 2003	December 2001

*Calculation takes into account compounding effect.

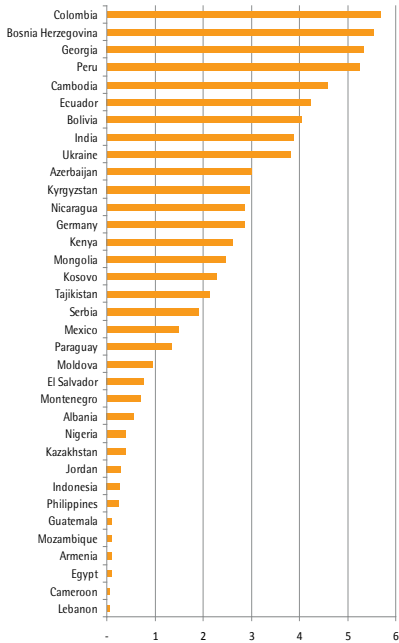
Social performance indicators

Total # of microentrepreneurs reached by MFIs in the portfolio	10'278'627
# of microentrepreneurs reached by funding provided by DMCF	386'361
% of rural clients*	43%
% of female clients*	52%
Average loan outstanding in USD	1'557

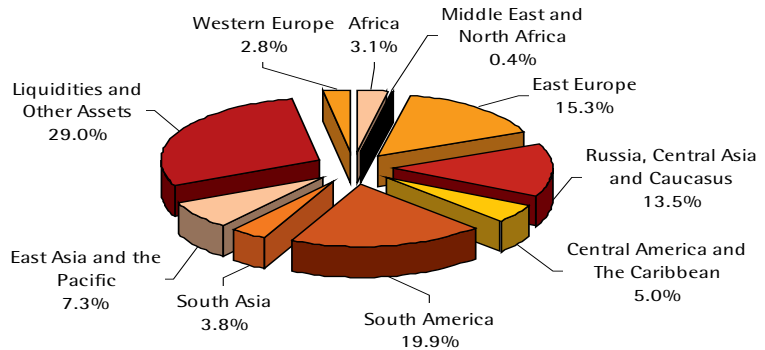
*Data as of 30 June 2009



Exposure by country (in % of NAV)



Exposure by region (as % of total assets)



Five largest outstanding positions (as % of NAV)

PROCREDIT BANK GEORGIA	Georgia	4.77%
PROCREDIT BANK UKRAINE	Ukraine	3.81%
WWB - BUCARAMANGA	Colombia	2.86%
ProCredit Holding	Germany	2.86%
PROCREDIT ECUADOR	Ecuador	2.61%

Fund description, facts and information



Structure: Luxembourg SICAV, part II
 Inception date: September 1998
 Registration: Luxembourg
 Investment Managers: BlueOrchard Finance S.A.
www.blueorchard.com
 Dexia Asset Management
www.dexia-am.com
 Custodian Bank: RBC Dexia
 Sponsor Bank/ Distributor: Dexia BIL
 ISIN Number: USD share class - LU0091117944
 CHF share class - LU0136928586
 EUR share class - LU0164081316

Valuation Dates: 1st Wed. of each month
 Subscriptions: Monthly (with 1 day's notice) effective the 1st Wed + 3 business days of each month
 Issuing Fees: 0-4%
 Redemptions: Monthly, with 30 days notice, effective the 1st Wed + 3 business days of each month
 Income: Reinvested
 Total Expense Ratio: approx. 1.8%
 Minimum subscriptions: USD 10,000
 CHF 15,000
 EUR 10,000

For additional information, please contact:

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 At RBC Dexia Investor Services: David Rossi, Client Service Manager, David.Rossi@rbcdexia-is.net

Fund description

The Dexia Micro Credit Fund (DMCF) invests in debt instruments of up to 3 years in maturity issued by microfinance institutions (MFIs) located in Africa, Asia, Eastern and Central Europe and Latin America. The MFIs provide small loans and other financial services to microentrepreneurs who lack access to traditional banking services. With the capital provided by these loans, micro-entrepreneurs are able to develop and grow productive businesses and improve their families' standard of living. Thus, the DMCF seeks to achieve an attractive return for investors while providing important social impacts, including poverty alleviation, empowerment of the working poor and the strengthening of inclusive financial systems. The target annual return of the fund is 6-month Libor plus 1-2%.