



SOCIETE GENERALE GROUP

LYXOR ETF MSCI KOREA

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

Fiscal year closing on 30 May 2008

LYXORETF
■ A NEW WAY TO OWN THE WORLD ■

**AUDITOR'S REPORT
ON THE ANNUAL ACCOUNTS
Fiscal year closing on 30 May 2008**

PricewaterhouseCoopers Audit
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LYXOR ETF MSCI KOREA

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 30 May 2008:

- the verification of the annual accounts of the mutual fund LYXOR ETF MSCI KOREA, drawn up in euros, 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.

Neuilly sur Seine, 25 July 2008

The auditor
PricewaterhouseCoopers Audit
(signature)
Marie-Christine Jetil

ANNUAL ACCOUNTS

BALANCE SHEET assets

	30.05.2008	31.05.2007
Currency	EUR	EUR
Net fixed assets	-	-
Deposits	-	-
Financial instruments	88 028 436,42	101 425 768,34
• SHARES AND SIMILAR SECURITIES		
Negotiated on a regulated or similar market	80 053 760,24	94 974 860,53
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	7 974 676,18	6 450 907,81
• OTHER FINANCIAL INSTRUMENTS	-	-
Liabilities	-	-
Future foreign currency operations	-	-
Other	-	-
Financial accounts	-	0,33
Liquidity	-	0,33
Total assets	88 028 436,42	101 425 768,67

BALANCE SHEET liabilities

	30.05.2008	31.05.2007
Currency	EUR	EUR
Shareholders equity		
• Capital	77 571 996,94	96 937 809,05
• Carried forward	-	-
• Adjustment of carried forward	-	-
• Result	10 359 473,11	4 221 818,50
Total shareholders equity <i>(amount representing the net assets)</i>	87 931 470,05	101 159 627,55
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	96 952,25	266 141,12
Future foreign exchange operations	-	-
Other	96 952,25	266 141,12
Financial accounts	14,12	-
Current bank accommodations	14,12	-
Loans	-	-
Total liabilities	88 028 436,42	101 425 768,67

Off-balance sheet commitments

	30.05.2008	31.05.2007
Currency	EUR	EUR
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	89 100 953,21	90 439 000,00
- Contracts for Differences (CFD)	-	-
• Other commitments		
- Futures market	-	-
- Options market	-	-
- Credit derivatives	-	-
- Swaps	-	-
- Contracts for Differences (CFD)	-	-

LYXOR ETF MSCI KOREA

Profit and loss account

	30.05.2008	31.05.2007
Currency	EUR	EUR
Earnings and financial operations		
• Earnings on deposits and financial accounts	-	-
• Earnings and shares and similar securities	2 576,29	-
• Earnings on bonds and similar securities	-	-
• Earnings on debt instruments	12 715 148,43	4 591 348,86
• Earnings on temporary acquisitions and sales of securities	-	-
• Earnings on future financial instruments	-	-
• Other financial earnings	-	-
Total (I)	12 717 724,72	4 591 348,86
Charges on financial operations		
• Charges on temporary acquisitions and sales of securities	-	-
• Charges on future financial instruments	-	-
• Charges on financial debts	-10 209,94	-3 428,57
• Other financial charges	-	-
Total (II)	-10 209,94	-3 428,57
Earnings on financial operations (I - II)	12 707 514,78	4 587 920,29
Other earnings (III)	-	-
Management fees and depreciation expenses (IV)	-685 504,67	-327 720,08
Net earnings of the fiscal year (L.214-9) (I - II + III - IV)	12 022 010,11	4 260 200,21
Adjustment of the fiscal year's earnings (V)	-1 662 537,00	-38 381,71
Advances paid for the fiscal year (VI)	-	-
Earnings (I - II + III - IV +/- V - VI):	10 359 473,11	4 221 818,50

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 preceding 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 WM Reuters closing fixings of the day before the closing date of the 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.

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.

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.

Commissions in kind

Neither on its own behalf nor that of any third party does Lyxor International Asset Management receive commissions in kind.

Accounting currency

The UCITS' accounting is carried out in Euros.

Indication of changes having to be declared to the bearers

- 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.

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2. Evolution of the net assets

	30.05.2008	31.05.2007
Currency	EUR	EUR
Net assets at the start of the fiscal year	101 159 627,55	-
Subscriptions (including subscription commission acquired by the UCITS)	43 028 423,75	90 384 720,19
Redemptions (less the redemption commission acquired by the UCITS)	-44 860 099,43	-
Capital gains generated on deposits and financial instruments	17 351 482,84	12 389 698,85
Capital losses generated on deposits and financial instruments	-43 873 689,18	-6 017 319,56
Capital gains generated on future financial instruments	110 892 783,20	7 343 794,04
Capital losses generated on future financial instruments	-103 170 917,95	-12 186 573,37
Negotiation fees	-	-
Exchange differentials	247 487,28	-31 380,92
Changes to the estimate difference of the deposits and financial instruments:	-3 020 009,30	3 323 935,30
- <i>Estimate difference fiscal year N</i>	303 926,00	3 323 935,30
- <i>Estimate difference fiscal year N-1</i>	3 323 935,30	-
Changes to the estimate difference of future financial instruments:	-1 845 628,82	1 692 552,81
- <i>Estimate difference fiscal year N</i>	-153 076,01	1 692 552,81
- <i>Estimate difference fiscal year N-1</i>	1 692 552,81	-
Distribution from the previous fiscal year	-	-
Net earnings of the fiscal year before adjustment account	12 022 010,11	4 260 200,21
Advance(s) paid during the fiscal year	-	-
Other elements	-	-
Net assets at the end of the fiscal year	87 931 470,05	101 159 627,55

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
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	-	-	-	89 100 953,21
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	-	-	-	14,12
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	14,12	-	-	-	-
Off-balance sheet					
Hedging operations	-	-	-	-	-
Other operations	-	-	-	-	89 100 953,21

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	-	-	-
Assets				
Deposits	-	-	-	-
Equities and similar securities	6 182 785,73	-	-	-
Bonds and similar securities	-	-	-	-
Debt instruments	-	-	-	-
MF shares	-	-	-	-
Temporary operations on securities	-	-	-	-
Receivables	-	-	-	-
Financial accounts	-	-	-	-
Liabilities				
Sale operations on financial instruments	-	-	-	-
Temporary operations on securities	-	-	-	-
Debts	-	-	-	-
Financial accounts	-	-	-	-
Off-balance sheet				
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).

Receivables		
Future currency exchange operations		-
Future purchases of currency		-
Total negotiated amount of future currency sales		-
Other receivables:		
-		-
-		-
-		-
-		-
-		-
Other operations		-
Debts		96 952,25
Future currency exchange operations		
Future sales of currency		-
Total negotiated amount of future currency purchases		-
Other debts:		
Provisioned costs		96 952,25
Adjustment accounts		-
-		-
-		-
-		-
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	582 174	19 625 519,22	832 495	26 148 667,95
Unit B	7 153 000	23 402 904,53	5 138 785	18 711 431,48
Subscription / redemption commission				
by share category:		Amount		Amount
Unit A		-		-
Unit B		-		-
Remittances by share category:		Amount		Amount
Unit A		-		-
Unit B		-		-
Commissions acquired by the UCITS				
by share category:		Amount		Amount
Unit A		-		-
Unit B		-		-

3.7 Management fees

Operating and management fees (fixed fees) as % of the average net assets:	%
Share category:	
Unit A	0,65
Unit B	0,65
Performance commissions (variable fees): amount of costs for the year	Amount
Share category:	
Unit A	-
Unit B	-
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
 - UCITS securities -
 - Swap..... **7 974 676,18**

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
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
-	-	-	-	-	-
Total advances		-	-	-	-

LYXOR ETF MSCI KOREA

	30.05.2008	31.05.2007
Allocation of the profit/loss	EUR	EUR
Sums still to be allocated		
Carried forward	-	-
Adjustment of carried forward	-	-
Earnings	10 359 473,11	4 221 818,50
Total	10 359 473,11	4 221 818,50

Share category: Unit A / Isin : FR0010361691	30.05.2008	31.05.2007
Currency	EUR	EUR
Allocation		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	5 027 432,72	2 369 709,51
Total	5 027 432,72	2 369 709,51
Information relative to the units and resulting in a distribution right		
Number of circulating units	1 349 679	1 600 000
Distribution per unit	-	-
Tax credits	-	-

Share category: Unit B / Isin : FR0010375774	30.05.2008	31.05.2007
Currency	EUR	EUR
Allocation		
Distribution	-	-
Carried forward for the fiscal year	-	-
Capitalisation	5 332 040,39	1 852 108,99
Total	5 332 040,39	1 852 108,99
Information relative to the units and resulting in a distribution right		
Number of circulating units	14 314 215	12 300 000
Distribution per unit	-	-
Tax credits	-	-

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

UCITS creation date: Units A: 26 September 2006; Units B: 14 November 2006.

UCITS currency

EUR	30.05.2008	31.05.2007			
Net assets	87 931 470,05	101 159 627,55	-	-	-

Share category: Unit A / Isin: FR0010361691

Currency of the UNIT and of the NAV: EUR

	30.05.2008	31.05.2007			
Number of circulating units	1 349 679	1 600 000	-	-	-
Net asset value	31,62	35,74	-	-	-
Unit distribution (including advances)*	-	-	-	-	-
Unit tax credit transferred to unit holders (natural persons)⁽¹⁾	-	-	-	-	-
Unit capitalization *	3,72	1,48	-	-	-

** 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.

Share category: Unit B / Isin: FR0010375774

Currency of the UNIT and of the NAV: USD

	30.05.2008	31.05.2007			
Number of circulating units	14 314 215	12 300 000	-	-	-
Net asset value	4,90	4,80	-	-	-
Unit distribution (including advances)*	-	-	-	-	-
Unit tax credit transferred to unit holders (natural persons)⁽¹⁾	-	-	-	-	-
Unit capitalization *	0,37	0,15	-	-	-

** 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.

appendix

4. UCITS inventory

	SECURITY CODE	QUANTITY	STOCK MARKET VALUE	LIST CURRENCY	% asset
Management Fees					
<i>Provisioned expenses</i>					
PrComGestAdmin	1.		- 98,952.25	EUR	- 0.11
Total Management Fees	TOTAL		- 98,952.25	EUR	- 0.11
AT BANK OR PENDING					
<i>Demand operations</i>					
EUR SGP bank	1		- 14.12	EUR	- 0.11
Total Demand Operations	TOTAL		- 14.12	EUR	- 0.11
TOTAL AT BANK OR PENDING					
OTHERS					
<i>Other Swaps</i>					
Swp reset pos EUR GO	1.		8,127,762.16	EUR	9.24
Total Other Swaps	TOTAL		8,127,762.16	EUR	9.24
Adjustment accounts					
<i>O PM/LE Swap hors PTE</i>	1.		-153 076.01	EUR	- 0.17
Total Adjustment accounts	TOTAL		-153 076.01	EUR	- 0.17
TOTAL OTHERS	TOTAL		7,974,676.18	EUR	9.07

SECURITY	QUANTITY AND EXPR. QUANTITY	STOCK MARKET VALUE	LIST CURRE.	PRCT NET ACT
Equity				
Shares . & Securities ass.				
NMR or ass.				
FR0000120271	111 119.00	9 272 897.55	EUR	7.13
TOTAL				
FR000011972	48 148.00	3 849 432.00	EUR	4.38
NL0000009165	57 181.00	2 132 851.30	EUR	2.43
CH0012731458	40 684.00	1 624 900.07	CHF	1.85
IT0000072618	866 645.00	3 703 143.85	EUR	4.21
DE0007664005	8 447.00	1 513 533.46	EUR	1.72
FR00001121014	53 525.00	3 966 542.00	EUR	4.53
DE0005752000	71 226.00	4 015 009.82	EUR	4.57
BAYER				
DE0005752000	507 638.00	4 652 266.36	EUR	5.33
IBERDROLA				
ES0144560114	73 810.00	1 624 491.80	EUR	2.19
IT0003113276	570 513.00	4 069 437.16	EUR	4.65
ENEL				
DE0005151005	63 888.00	6 002 968.96	EUR	6.93
CH0012032048	41 159.00	4 558 165.86	CHF	5.18
ROCHE HOLDING BON JOUISSANCE				
FR0000120537	31 932.00	3 720 716.64	EUR	4.23
LAFARGE				
ES017840E18	206 914.00	3 603 763.74	EUR	4.33
TELEFONICA				
FR0009200951	53 674.00	952 673.30	EUR	1.08
NOKIA				
IT0003823473	676 163.00	1 246 223.70	EUR	1.42
PARMALAT				
DE0006220005	107 226.00	4 307 314.98	EUR	4.97
BAYERISCHE HYPO-& VEREINSBANK				
SUEZ				
FR0000120529	13 896.00	658 670.40	EUR	0.75
ING GROEP CVA				
NL0000303600	157 030.00	3 600 126.00	EUR	4.32
SIEMENS				
DE0007236101	90 472.00	9 562 838.88	EUR	7.46
DE0005439004	44 633.00	3 000 481.29	EUR	4.10
CONTINENTAL				
FR0000125460	60 518.00	2 895 786.30	EUR	3.29
VINCI				
FR0000125460		80 053 760.24	EUR	91.04
Total Shares . & Securities ass.				
NMR or ass.				
TOTAL EQUITY				
TOTAL LYXOR ETF MSCI KOREA				
		87 631 470.05		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 30 May 2008	EUR			
Société Générale	1 488 359 893,45	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 KOREA Fund posted a performance of -11.53% for the A unit (EUR) between 31/05/2007 and 30/05/2008 and a performance of +2.08% for the B unit (USD) between 31/05/2007 and 30/05/2008.

Over the period from 31/05/2007 to 30/05/2008, the MSCI KOREA index (KWR) posted a performance of +14.11%.

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