Annual Report

December 31, 2008

Claymore ETFs

Efficient
Transparent
Flexible

RAFI FUNDAMENTAL INDEXES™
Claymore International Fundamental Index ETF (CIE)
Claymore Japan Fundamental Index ETF C$ hedged (CJP)
Claymore US Fundamental Index ETF C$ hedged (CLU)
Claymore Canadian Fundamental Index ETF (CRQ)

SECTOR
Claymore Equal Weight Banc & Lifeco ETF (CEW)
Claymore Global Real Estate ETF (CGR)
Claymore Global Infrastructure ETF (CIF)
Claymore Oil Sands Sector ETF (CLO)
Claymore S&P/TSX Global Mining ETF (CMW)
Claymore Global Agriculture ETF (COW)
Claymore S&P Global Water ETF (CWW)

INTERNATIONAL GROWTH
Claymore BRIC ETF (CBQ)

GROWTH & INCOME
Claymore CDN Dividend & Income Achievers ETF (CDZ)
Claymore Global Monthly Advantaged Dividend ETF (CYH)
Claymore Canadian Financial Monthly Income ETF (FIE)

INCOME/FIXED INCOME
Claymore 1-5 Yr Laddered Government Bond ETF (CLF)
Claymore Premium Money Market ETF (CMR)
Claymore S&P/TSX CDN Preferred Share ETF (CPD)

CLAYMORE COREPORTFOLIOS™
Claymore Balanced Income CorePortfolio™ ETF (CBD)
Claymore Balanced Growth CorePortfolio™ ETF (CBN)

COMMODITY
Claymore Natural Gas Commodity ETF (GAS)

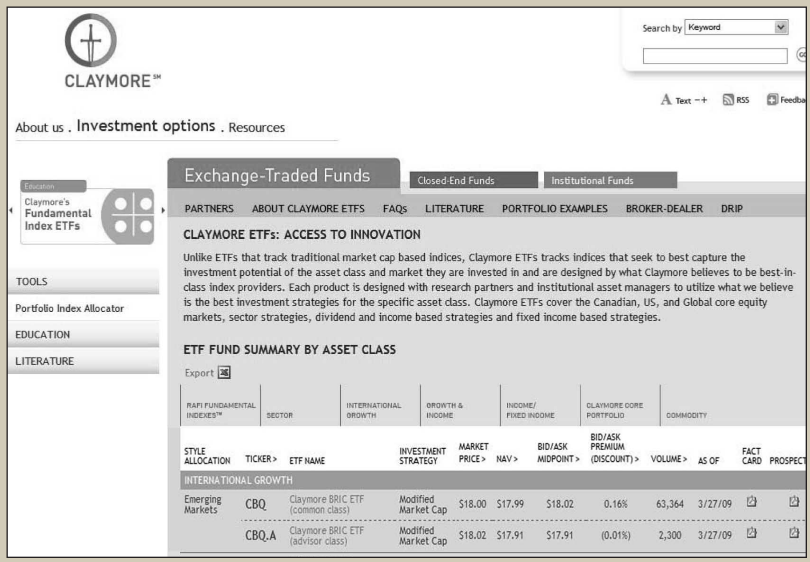
CLAYMORE℠

www.claymoreinvestments.ca

... your access to the LATEST,

most up-to-date INFORMATION about

the Claymore Funds



The shareholder report you are reading right now is just the beginning of the story. Online at **www.claymoreinvestments.ca**, you will find:

- *Daily, weekly and monthly data on share prices, distributions, dividends and more*
- *Monthly portfolio overviews and performance analyses*
- *Announcements, press releases and special notices*
- *Fund and advisor contact information*

Claymore Investments is continually updating and expanding shareholder information services on the Fund's website, in an ongoing effort to provide you with the most current information about how your Fund's assets are managed, and the results of our efforts. It is just one more small way we are working to keep you better informed about your investment in the Funds.

Contents

Dear **Unitholder**

Dear Unitholder:

As Manager of the Claymore Exchange-Traded Funds ("ETFs"), we are pleased to submit the Annual Unitholder Reports for the 12-month period ended December 31, 2008.

Claymore continues to focus on providing Canadian investors with a broad range of intelligent ETF investment products that cover multiple asset classes and employ a variety of investment strategies, with low management fees. Each of our ETFs focuses on delivering access to innovative strategies that are designed to maximize income and/or long-term capital appreciation. Our lineup of ETFs allows investors to access many asset classes, including Canadian, US and international equities, fixed-income securities, Canadian preferred shares and real estate investment trusts.

During 2008 we continued to expand the range of products offered to investors and to refine and alter the structures of funds managed by Claymore to best meet the needs of our investors. We launched six new ETFs during the year:

- **Claymore Global Monthly Advantaged Dividend ETF** (ticker symbol CYH) on January 15, originally under the name **Claymore Global Monthly Yield Hog ETF**
- **Claymore 1-5 Yr Laddered Government Bond ETF** (ticker symbol CLF) on January 31
- **Claymore Natural Gas Commodity ETF** (ticker symbol GAS) on February 6
- **Claymore Premium Money Market ETF** (ticker symbol CMR) on February 19
- **Claymore Global Real Estate ETF** (ticker symbol CGR) on August 26
- **Claymore Global Infrastructure ETF** (ticker symbol CIF) on August 27

Claymore Equal Weight Bank & Lifeco ETF (ticker symbol CEW), which was formerly a closed-end fund, converted to an ETF on February 6, 2008. This conversion provided Unitholders of the Fund with more efficient trading and greater market liquidity without changing the fund's investment objective or management strategy.

Claymore currently offers 21 passively managed index-based ETFs and one actively managed ETF, the Claymore Canadian Financial Monthly Income ETF. Actively managed ETFs are similar to index-based ETFs in that they hold a portfolio of securities and can be traded like individual stocks throughout the trading day. Unlike index-based ETFs, however, the portfolios of actively managed ETFs are managed by portfolio managers who make discretionary investment decisions.

The following table summarizes Claymore's current ETF offerings. Details about objectives and recent performance are available in the section of this report dedicated to each ETF. More information about Claymore's products, including explanations of their investment objectives and risks, can be found on Claymore's website at www.claymoreinvestments.ca.

Summary of Claymore ETFs

Style Focus	Ticker Symbol	ETF Name	Investment Strategy
RAFI Fundamental Indexes ™			
Core Canada	CRQ/ CRQ.A	Claymore Canadian Fundamental Index ETF	**Fundamental Weighting:** Invests in the largest Canadian companies based on fundamental value
Core U.S.	CLU/ CLU.A	Claymore US Fundamental Index ETF - C$ Hedged	**Fundamental Weighting:** Invests in the largest US companies based on fundamental value, with a currency hedge strategy
Core International	CIE/CIE.A	Claymore International Fundamental Index ETF	**Fundamental Weighting:** Invests in the largest non-US developed world companies based on fundamental value
Core Japan	CJP/ CJP.A	Claymore Japan Fundamental Index ETF - C$ Hedged	**Fundamental Weighting:** Invests in the largest Japanese companies based on fundamental value, with a currency hedge strategy

Style Focus	Ticker Symbol	ETF Name	Investment Strategy
Sector			
Foreign Large Cap	CGR/ CGR.A	Claymore Global Real Estate ETF	**Global Real Estate:** Invests in the largest and most liquid securities within the global real estate universe
Global Equity	CIF/ CIF.A	Claymore Global Infrastructure ETF	**Global Real Estate:** Invests in companies involved in the infrastructure sector
World Stock	COW/ COW.A	Claymore Global Agriculture ETF	**Global Agriculture:** Invests in global companies focused on the agricultural products, chemicals and fertilizers and machinery sectors
World Stock	CWW/ CWW.A	Claymore S&P Global Water ETF	**Developed World:** Invests in global companies which are focused on providing water infrastructure, utilities, materials and equipment
World Stock	CMW/ CMW.A	Claymore S&P/TSX Global Mining ETF	**Global Mining:** Invests in the top global mining companies in the gold and precious metals, aluminum, diversified metals, and consumable fuels and energy markets
Energy	CLO/ CLO.A	Claymore Oil Sands Sector ETF	**Sustainable Energy:** Focused on Canadian oil sands producers, with a targeted index strategy
Canadian Equity	CEW/ CEW.A	Claymore Equal Weight Banc & Lifeco ETF	**Canadian Financials:** Invests in the top Canadian banks and life insurance companies on an equal weighted basis
International Growth			
Emerging Markets	CBQ/ CBQ.A	Claymore BRIC ETF	**Emerging Market:** Invests in companies from Brazil, Russia, India and China
Growth & Income			
Canadian Equity	CDZ/ CDZ.A	Claymore CDN Dividend & Income Achievers ETF	**Dividend Growth:** Invests in Canadian equities and income trusts which have consistently grown their dividends and distributions
Global Equity	CYH/ CYH.A	Claymore Global Monthly Advantaged Dividend ETF	**High Current Income:** Invests in global dividend and income securities based on Zacks Global Multi-Asset Income Index
Canadian Balanced	FIE	Claymore Canadian Financial Monthly Income ETF	**Growth & Income:** Designed to provide investors with a balanced portfolio of investments focused on the Canadian financial services sector, across equities, fixed income, preferred shares and income trusts
Income / Fixed Income			
Income	CLF/ CLF.A	Claymore 1-5 Yr Laddered Government Bond ETF	**Laddered Bond:** Invests in Canadian Government bonds on a laddered term strategy from 1 year to 5 years
Income	CMR/ CMR.A	Claymore Premium Money Market ETF	**Current Income:** Invests in high quality short-term debt securities
Preferred Income	CPD/ CPD.A	Claymore S&P/TSX CDN Preferred Share ETF	**Dividend Income:** Designed to replicate the performance of the S&P/TSX Preferred Share Index, net of expenses
Claymore CorePortfolios™			
Balanced	CBD/ CBD.A	Claymore Balanced Income CorePortfolio ETF	**Multi-Asset:** Designed to replicate the performance of the Sabrient Global Balanced Income Index, net of expenses
Balanced	CBN/ CBN.A	Claymore Balanced Growth CorePortfolio ETF	**Multi-Asset:** Designed to replicate the performance of the Sabrient Global Balanced Growth Index, net of expenses.
Commodity			
Natural Gas	GAS	Claymore Natural Gas Commodity ETF	**Physical Natural Gas:** Invests in Canadian physical natural gas forward contracts

Fund Performance

During 2008, especially in the last half of the year, most world markets declined sharply, responding to escalating economic problems. Most asset classes with any exposure to risk produced negative returns. Only the most secure instruments, such as government bonds and very short-term debt securities had positive returns.

The following table summarizes performance for the Claymore ETFs during 2008. All returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions.

Performance Summary

Periods ended 12/31/08

For Funds launched during 2008 (marked with an asterisk) returns are from inception date through 12/31/08.

For Funds in operation for at least one year as of 12/31/08, returns are for the 12-month period ended 12/31/08

Fund	Class	Ticker Symbol	NAV Return	NAV 12/31/08	NAV 12/31/07	Market Price Return	Market Price 12/31/08	Market Price 12/31/07
Claymore Canadian Fundamental Index ETF	Common	CRQ	-31.63%	$7.89	$11.80	-31.57%	$7.85	$11.74
	Advisor	CRQ.A	-32.04%	$7.89	$11.80	-31.69%	$7.89	$11.73
Claymore US Fundamental Index ETF C$ Hedged	Common	CLU	-42.60%	$11.79	$20.97	-42.86%	$11.78	$21.05
	Advisor	CLU.A	-43.12%	$11.76	$20.94	-44.55%	$11.50	$21.00
Claymore International Fundamental Index ETF	Common	CIE	-30.74%	$12.60	$18.75	-28.78%	$13.04	$18.86
	Advisor	CIE.A	-31.55%	$12.53	$18.73	-31.20%	$12.74	$18.95
Claymore Japan Fundamental Index C$ ETF Hedged	Common	CJP	-46.69%	$9.06	$17.16	-48.06%	$9.07	$17.63
	Advisor	CJP.A	-46.65%	$9.08	$17.12	-44.87%	$9.94	$18.12
Claymore Global Real Estate ETF*	Common	CGR	-26.33%	$14.50	n/a	-26.95%	$14.38	n/a
	Advisor	CGR.A	-26.52%	$14.50	n/a	-27.32%	$14.34	n/a
Claymore Global Infrastructure ETF	Common	CIF	-22.08%	$15.46	n/a	-20.40%	$15.80	n/a
	Advisor	CIF.A	-22.29%	$15.46	n/a	-21.30%	$15.66	n/a
Claymore Global Agriculture ETF*	Common	COW	-27.29%	$15.52	$21.46	-28.52%	$15.37	$21.61
	Advisor	COW.A	-27.84%	$15.48	$21.45	-30.42%	$14.96	$21.50
Claymore S&P Global Water ETF	Common	CWW	-24.24%	$13.79	$18.55	-28.58%	$13.70	$19.54
	Advisor	CWW.A	-24.86%	$13.79	$18.55	-36.10%	$12.01	$19.01
Claymore S&P/TSX Global Mining ETF	Common	CMW	-38.94%	$13.27	$22.05	-40.04%	$13.04	$22.07
	Advisor	CMW.A	-39.32%	$13.28	$22.02	-45.29%	$12.02	$22.12
Claymore Oil Sands Sector ETF	Common	CLO	-54.33%	$10.80	$24.33	-54.05%	$10.90	$24.39
	Advisor	CLO.A	-54.58%	$10.80	$24.20	-55.17%	$10.43	$23.71
Claymore Equal Weight Banc & Lifeco ETF*	Common	CEW	-32.94%	$5.09	n/a	-33.62%	$5.08	n/a
Claymore Equal Weight Banc & Lifeco ETF	Advisor	CEW.A	-37.29%	$4.89	$8.39	-33.08%	$4.90	$7.88
Claymore BRIC ETF	Common	CBQ	-57.69%	$17.32	$41.97	-57.81%	$17.30	$42.05
	Advisor	CBQ.A	-57.95%	$17.27	$41.83	-58.71%	$17.02	$42.00
Claymore CDN Dividend & Income Achievers ETF	Common	CDZ	-30.49%	$14.35	$21.59	-30.04%	$14.34	$21.44
	Advisor	CDZ.A	-30.98%	$14.37	$21.59	-31.53%	$14.19	$21.50

Fund	Class	Ticker Symbol	NAV Return	NAV 12/31/08	NAV 12/31/07	Market Price Return	Market Price 12/31/08	Market Price 12/31/07
Claymore Global Monthly Advantaged Dividend ETF*	Common	CYH	-40.95%	$11.17	n/a	-40.75%	$11.21	n/a
	Advisor	CYH.A	-41.38%	$11.17	n/a	-41.57%	$11.13	n/a
Claymore Canadian Financial Monthly Income ETF	Common	FIE	-34.83%	$5.66	$9.49	-34.60%	$5.68	$9.50
Claymore 1-5 Yr Laddered Government Bond ETF*	Common	CLF	7.73%	$20.77	n/a	8.79%	$20.98	n/a
	Advisor	CLF.A	7.18%	$20.76	n/a	6.59%	$20.65	n/a
Claymore Premium Money Market ETF*	Common	CMR	2.42%	$50.01	n/a	2.41%	$50.01	n/a
	Advisor	CMR.A	2.21%	$50.01	n/a	2.30%	$50.06	n/a
Claymore S&P/TSX CDN Preferred Share ETF	Common	CPD	-17.20%	$14.11	$17.95	-16.90%	$14.28	$18.10
	Advisor	CPD.A	-17.62%	$14.12	$17.95	-15.99%	$14.28	$17.80
Claymore Balanced Income CorePortfolio ETF	Common	CBD	-15.83%	$15.48	$19.15	-17.69%	$15.20	$19.24
	Advisor	CBD.A	-16.76%	$15.44	$19.10	-19.24%	$15.10	$19.24
Claymore Balanced Growth CorePortfolio ETF	Common	CBN	-32.89%	$12.26	$18.84	-36.49%	$11.60	$18.84
	Advisor	CBN.A	-33.57%	$12.26	$18.84	-34.29%	$12.14	$18.84
Claymore Natural Gas Commodity ETF*	Common	GAS	-29.18%	$14.16	n/a	-27.60%	$14.48	n/a

* Partial period returns from inception date through 12/31/08.

To learn more about economic and market conditions over the last year and the performance of each ETF, we encourage you to read the Economic and Market Overview section of this report, which follows this letter, and the Management Discussion & Analysis provided for each ETF. In these sections, you will find information on how each ETF fared in pursuing its investment objective, including a discussion of performance for the annual period ended December 31, 2008.

We look forward to continuing to provide investors with low cost, intelligent ETF products in partnership with what we believe to be best-in-class index providers, research firms and asset managers that represent a range of asset classes and unique investment strategies.

We thank you for your investment and we look forward to serving your investment needs in the future. For the most up-to-date information on your investment, please visit our website, www.claymoreinvestments.ca. On our website you'll find performance information that is updated each business day along with a range of other important information about our products.

Sincerely,

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President, Claymore Investments, Inc.

Economic **Overview**

In the mid-year report for these Funds, we described the first half of 2008 as a time of economic uncertainty and turmoil in capital markets. Since that time, there has been pronounced deterioration in economies and in capital markets throughout the world. The financial crisis that began in 2007 intensified last autumn and spilled over into a slowing global economy, which, in turn, put further strains on the financial system. This dynamic contributed to heightened uncertainty and a collapse of confidence, compounding the situation.

The major advanced economies, including Canada, are now in recession, and emerging market countries are increasingly affected. In response to the sudden downturn in global demand, there have been declines in commodity prices, especially for energy, and global inflationary pressures have abated.

Policy-makers have responded to the fall in global economic activity with bold and concerted policy actions. Central banks have cut monetary policy rates aggressively since last October, and governments in many countries are enacting substantial fiscal stimulus packages. Additional initiatives to stabilize financial institutions in advanced economies are now under way, and the extraordinary measures taken by central banks and governments are beginning to have the intended positive effects. However, because of the interrelationships between the weak economy and the financial markets, it will take some time for conditions to normalize.

The Bank of Canada projects that economic activity in Canada will decline through mid-2009 as a result of these global developments. Canadian exports are falling sharply in response to the downturn in external demand, especially from the United States. Reductions in real income associated with the reversal in commodity prices, together with steep declines in confidence and reductions in household net worth, are leading to a decline in final domestic demand. The Bank of Canada expects the Canadian economy to recover in the second half of 2009 and to grow above potential in 2010, as policy actions begin to take hold, both in Canada and globally.

Equity and Bond Markets

World capital markets, including the Canadian stock market, exhibited pronounced weakness in 2008, and nearly all equity indices posted negative returns. The Canadian stock market, as measured by the S&P/TSX Composite Index (the "S&P/TSX") produced a return of -33.0% during 2008. The S&P/TSX declined in the first quarter, rallied strongly in the second quarter, and then was hit hard in the last half of the year by the global credit crisis and by falling prices of oil and other natural resources. The fourth quarter was particularly weak, with a negative return of -22.7%.

All ten sectors within the S&P/TSX were down for the year. The strongest sector was Consumer Staples, with a return of -6.1%. The weakest sector was Information Technology, with a return of -54.2% for the year. The two sectors that really drive performance of the S&P/TSX are Financials, which represents 29.2% of the S&P/TSX as of December 31, 2008, and Energy, which represents 27.4% of the index. Each of these sectors was down more than 30% for the year.

Among world equity markets, those in emerging markets were generally weakest. The MSCI EAFE Index, which measures performance of world equity markets, returned -39.93% in local currencies for the year.[1] The MSCI Emerging Market Index returned -45.75%, and markets such as China and India, which had previously been quite resilient, experienced precipitous drops, with local currency returns of -65.5% in China and -57.6% in India.[2]

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[1] The MSCI EAFE (Morgan Stanley Capital International Europe-Australasia-Far East) Index is composed of approximately 1,100 companies in 20 countries in Europe and the Pacific Basin. The objective of the index is to reflect the movements of stock markets in these countries by representing an unmanaged (indexed) portfolio within each country. The index is constructed to represent about 60% of market capitalization in each country.

[2] The MSCI Emerging Market Index is a float-adjusted capitalization-weighted index created by Morgan Stanley Capital International to measure market performance in global emerging markets.

During 2008, bond market activity was driven largely by credit concerns. U.S. credit markets became so intolerant of risk that for a time they were essentially frozen. Credit spreads (the difference in yields on Canadian government securities compared to bonds that carry credit risk) were at or near historically wide levels. Since bond prices generally move in the opposite direction of interest rates, this meant that risk-free Canadian government securities were the best performing bond asset class during the year. The main Canadian bond index, the DEX Universe Bond Index, which is dominated by federal and provincial bonds, returned 6.4% for the year.[3] In the U.S., the return of the Barclays U.S. Treasury Index[4] was 13.74%, and return of the Barclays U.S. Aggregate Bond Index,[5] which is considered indicative of broad bond market trends, was 5.24%. However, reflecting investors' discomfort with risk, returns of high-yield bonds were sharply negative, as measured by the Barclays U.S. Corporate High Yield Index,[6] which returned -26.16% for the period.

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[3] DEX Universe Bond Index consists of a diversified selection of investment-grade Government of Canada, provincial, corporate and municipal bonds issued domestically in Canada and denominated in Canadian dollars..

[4] The Barclays U.S. Treasury Index is composed of all U.S. Treasury publicly issued obligations. It includes only notes and bonds with a minimum outstanding principal amount of $50 million and a minimum maturity of one year. Flower bonds are excluded. Total return consists of price appreciation/depreciation plus income as a percentage of the original investment. Indexes are rebalanced monthly by market capitalization.

[5] The Barclays U.S. Aggregate Bond Index represents securities that are U.S. domestic, taxable, and dollar denominated. The index covers the U.S. investment grade fixed rate bond market, with index components for government and corporate securities, mortgage pass-through securities, and asset-backed securities.

[6] The Barclays U.S. Corporate High Yield Index is comprised of issues that meet the following criteria: at least $150 million par value outstanding, maximum credit rating of Ba1 (including defaulted issues) and at least one year to maturity.

Management **Discussion & Analysis**

Fund Overview

The Claymore 1-5 Yr Laddered Government Bond ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the DEX 1-5 Year Laddered Government Bond Index (the "Index"), net of expenses. The Index is an equally weighted benchmark index that measures potential returns of a theoretical portfolio of Canadian treasury and corporate securities with a yield curve based upon five distinct annual groupings of maturity. The Index seeks to maintain a continuous maturity laddered portfolio of approximately 25 securities, meaning that securities holdings are scheduled to mature in a proportional, annual sequential pattern.

The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index. The Fund has been structured to provide exposure to the staggered maturity dates of the bonds (which range from one to five years) in the Index.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the abbreviated annual period from the Fund's inception date of January 31, 2008, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of 7.73%, representing a change in NAV to $20.77 on December 31, 2008, from $20.00 on January 31, 2008. The Fund's Advisor Class Units generated a total return, on an NAV basis, of 7.18%, representing a change in NAV to $20.76 on December 31, 2008, from $20.00 on January 31, 2008. On a market price basis, the Fund's Common Units generated a total return of 8.79%, representing a change in market price to $20.98 on December 31, 2008, from $20.00 on January 31, 2008. The Fund's Advisor Class Units generated a total return, on a market price basis, of 6.59%, representing a change in market price to $20.65 on December 31, 2008, from $20.00 on January 31, 2008.

For the period from the Fund's inception date through December 31, 2008, the DEX 1-5 Year Laddered Government Bond Index returned 8.13%.

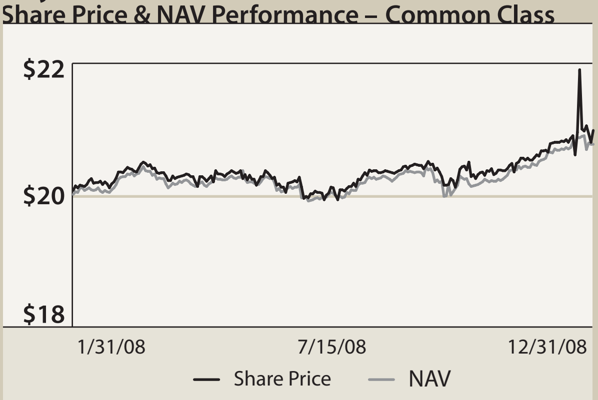
During 2008 the Fund's Common Units paid quarterly dividends of $0.1190 on March 31, $0.2058 on June 30, $0.2100 on September 30, and $0.2100 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.1010 on March 31, $0.1863 on June 30, $0.1810 on September 30, and $0.1810 on December 31.

The Fund's Investments and Performance Attribution

For the period from the Fund's inception date through December 31, 2008, all of the Fund's holdings produced positive returns, as government bonds were the best performing asset class in a risk-averse market. Holdings that contributed strongly to performance included three Canadian Government bonds: a Government of Canada 5.00% bond maturing in 2014 (8.0% of net assets), a Government of Canada 5.25% bond maturing in 2012 (4.1% of net assets), and a Government of Canada 5.25% bond maturing in 2013 (4.2% of net assets). Positions that contributed least to performance included a Government of Canada 5.50% bond maturing in 2010 (not held in portfolio at period end), a Government of Canada bond that matured in December 2008 (not held in portfolio at period end), and a Province of Quebec bond maturing in June 2009 (not held in portfolio at period end).

Performance **Highlights** | As of December 31, 2008

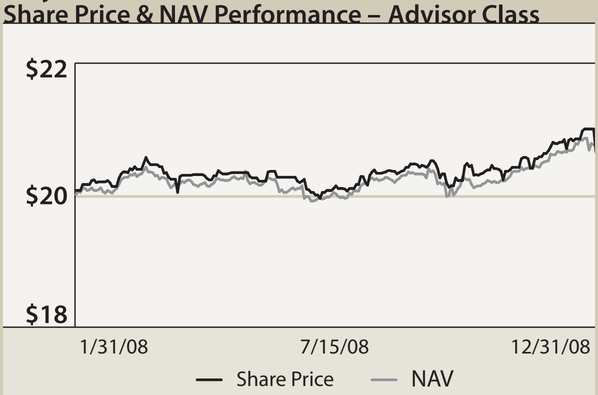
Claymore 1-5 Yr Laddered Government Bond ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (1/31/08)	Market	NAV
Since inception - non-annualized	8.79%	7.73%

Claymore 1-5 Yr Laddered Government Bond ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (1/31/08)	Market	NAV
Since inception - non-annualized	6.59%	7.18%

Sector Mix	% of Fund's Net Asset Value
Bonds	
Federal	51.7
Provincial	47.0
Net Other Assets	0.7
Cash and Cash Equivalents	0.6
	100.0

Top 25 Issuers	Maturity Date	Coupon Rate	% of Fund's Net Asset Value
Government of Canada	Jun 01, 2014	5.00%	7.9
Government of Canada	Jun 01, 2013	5.25%	4.1
Province of British Columbia	Jun 18, 2014	5.30%	4.1
Government of Canada	Jun 01, 2012	5.25%	4.1
Canada Housing Trust No. 1	Jun 15, 2012	4.80%	4.0
Government of Canada	Sep 01, 2011	3.75%	4.0
Export Development Canada	Dec 03, 2012	5.80%	4.0
Province of Ontario	Jun 02, 2013	4.75%	4.0
Province of Ontario	Dec 02, 2012	5.38%	4.0
Government of Canada	Jun 01, 2011	6.00%	4.0
Canada Housing Trust No. 1	Mar 15, 2011	4.05%	4.0
Government of Canada	Sep 01, 2010	4.00%	3.9
Province of Ontario	May 19, 2010	4.00%	3.9
Province of Ontario	Mar 08, 2014	5.00%	3.9
Government of Canada	Jun 01, 2010	5.50%	3.9
Province of Ontario	Dec 02, 2011	6.10%	3.9
Canada Housing Trust No. 1	Mar 15, 2010	3.75%	3.9
Province of Quebec	Oct 01, 2012	6.00%	3.9
Government of Canada	Dec 01, 2009	4.25%	3.9
Province of British Columbia	Jan 09, 2012	5.75%	3.9
Province of Quebec	Oct 01, 2013	5.25%	3.9
Province of Quebec	Dec 01, 2010	6.25%	3.9
Province of Ontario	Nov 19, 2010	6.10%	3.8
Province of New Brunswick	Jun 15, 2010	6.38%	3.8
Cash and Cash Equivalents			0.6
			99.3
Total Net Asset Value			**$87,292,183**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Par value, Number of Shares/Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets
	Canadian Bonds					
	Canada Government Bonds					
3,283,000	Canada Housing Trust No. 1	3.750%	15-Mar-10	$ 3,328,564	$ 3,386,874	
3,277,000	Canada Housing Trust No. 1	4.050%	15-Mar-11	3,354,409	3,455,662	
3,236,000	Canada Housing Trust No. 1	4.800%	15-Jun-12	3,397,628	3,531,058	
3,068,000	Export Development Canada	5.800%	3-Dec-12	3,357,531	3,492,274	
3,276,000	Government of Canada	4.250%	1-Dec-09	3,347,348	3,377,392	
3,191,000	Government of Canada	5.500%	1-Jun-10	3,355,455	3,392,895	
3,276,000	Government of Canada	4.000%	1-Sep-10	3,367,600	3,436,131	
3,107,000	Government of Canada	6.000%	1-Jun-11	3,381,813	3,458,806	
3,320,000	Government of Canada	3.750%	1-Sep-11	3,414,500	3,529,326	
3,152,000	Government of Canada	5.250%	1-Jun-12	3,417,184	3,542,501	
3,151,000	Government of Canada	5.250%	1-Jun-13	3,467,354	3,625,856	
6,054,000	Government of Canada	5.000%	1-Jun-14	6,628,328	7,003,630	
3,066,000	Province of British Columbia	5.750%	9-Jan-12	3,290,340	3,371,619	
3,233,000	Province of British Columbia	5.300%	18-Jun-14	3,450,874	3,569,911	
3,108,000	Province of New Brunswick	6.375%	15-Jun-10	3,289,620	3,319,313	
3,319,000	Province of Ontario	4.000%	19-May-10	3,373,820	3,429,158	
3,108,000	Province of Ontario	6.100%	19-Nov-10	3,305,801	3,354,744	
3,068,000	Province of Ontario	6.100%	2-Dec-11	3,318,849	3,392,441	
3,152,000	Province of Ontario	5.375%	2-Dec-12	3,362,458	3,465,435	
3,236,000	Province of Ontario	4.750%	2-Jun-13	3,373,906	3,485,366	
3,146,000	Province of Ontario	5.000%	8-Mar-14	3,304,487	3,422,282	
3,108,000	Province of Quebec	6.250%	1-Dec-10	3,317,888	3,365,529	
3,025,000	Province of Quebec	6.000%	1-Oct-12	3,289,705	3,378,713	
3,066,000	Province of Quebec	5.250%	1-Oct-13	3,251,840	3,370,760	
	Total Canada Government Bonds			83,747,302	86,157,676	98.72%
	Total Investments			$ 83,747,302	86,157,676	98.72%
	Other assets less liabilities				1,120,959	1.28
	Net Assets				$ 87,278,635	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31, 2008

		2008
Assets		
Investments, at fair value (note 2)	$	86,157,676
Cash		543,075
Bond interest receivable		601,702
		87,302,453
Liabilities		
Accrued management fees		11,133
Accrued service fees		12,685
		23,818
Net assets representing unitholders' equity	$	87,278,635
Net assets representing unitholders' equity		
Advisor Class	$	16,606,856
Common		70,671,779
	$	87,278,635
Units outstanding (1)		
Advisor Class		800,000
Common		3,403,000
		4,203,000
Net assets per unit (note 2)		
Advisor Class	$	20.76
Common	$	20.77
Net asset value per unit (note 2)		
Advisor Class	$	20.76
Common	$	20.77

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the period from January 31, 2008* to December 31, 2008

		2008
Income		
Interest	$	1,504,992
Expenses		
Management fees (note 4)		52,285
Service fees (note 4)		29,424
Director fees		4,500
Interest and bank charges		98
		86,307
Net investment income		1,418,685
Net realized loss on sale of investments		(26,175)
Change in unrealized appreciation in value of investments		2,410,374
Net gain on investments		2,384,199
Increase in net assets from operations	$	3,802,884
Increase in net assets from operations		
Advisor Class	$	642,306
Common		3,160,578
	$	3,802,884
Increase in net assets from operations per unit		
Advisor Class	$	2.29
Common	$	2.10

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | For the period from January 31, 2008* to December 31, 2008

	2008
Net assets, beginning of the period	
Advisor Class	$ –
Common	–
	–
Increase in net assets from operations	
Advisor Class	642,306
Common	3,160,578
	3,802,884
Capital unit transactions (1)	
Issuance of units for cash:	
Advisor Class	16,229,110
Common	68,934,568
	85,163,678
Distribution to unitholders	
From net investment income:	
Advisor Class	(200,813)
Common	(1,080,397)
From return of capital:	
Advisor Class	(63,747)
Common	(342,970)
	(1,687,927)
Increase in net assets for the period	
Advisor Class	16,606,856
Common	70,671,779
	87,278,635
Net assets, end of the period	
Advisor Class	16,606,856
Common	70,671,779
	$ 87,278,635

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF seeks investment results that correspond generally to the price and yield (before fees and expenses) of the DEX 1-5 Year Laddered Government Bond Index. The investment strategy of the Claymore ETF is to invest in and hold Constituent Securities of the DEX 1-5 Year Laddered Government Bond Index in the same proportion as they are reflected in that Index. The Claymore ETF has been structured to provide exposure to the staggered maturity dates of the bonds in the underlying Index, which range from one to five years.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The majority of the Fund's financial assets are interest bearing. As a result, the Fund is subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

The table below summarizes the Claymore ETF's exposure to interest rate risk. Table includes the Claymore ETF's assets at fair values, categorized by the earlier of contractual re-pricing or maturity dates.

	3 months - 1 year	1 - 3 years	3 - 5 years	More than 5 years	Total
As at December 31, 2008					
Bond investments	3,377,392	37,520,879	31,263,583	13,995,822	86,157,676

At December 31, 2008, should interest rates have decreased by 25 basis points with all other variables remaining constant, the increase in net assets for the period would amount to approximately $689,600. Conversely, if interest rates had risen by 25 basis points, the decrease in net assets would amount to approximately $570,635.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. The Fund's credit risk concentration is investments in debt instruments. The Fund limits its exposure to credit loss by placing its investments and short-term investments with high credit quality government and financial institutions. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

All transactions in listed securities are settled for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

As at December 31, 2008, the Claymore ETF invested in debt instruments with the following credit ratings:

Debt instruments by credit ratings	Percentage of investment category (%)
AAA/Aaa/AAA/Bonds A++	60.56
AA/Aa/AA/Bonds A+	27.70
A/A/A/Bonds A	11.74
Total debt instruments category	**100.00**

The ratings are first obtained from Standard & Poor's, then Moody's if a rating from Standard & Poor's is not available, then DBRS if a rating from Moody's is not available, then CBRS if a rating from DBRS is not available.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008	
	Advisor Class Units	**Common Units**
Units issued for cash	800,000	3,403,000
Units redeemed	–	–
Units outstanding, end of period	800,000	3,403,000

Auditors' **Report**

To the Unitholders of
Claymore 1-5 Yr Laddered Government Bond ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from January 31, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from January 31, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Balanced Growth CorePortfolio™ ETF (the "Fund") seeks investment results that correspond generally to the price and yield, before fees and expenses, of the Sabrient Global Balanced Growth Index (the "Index"), which was designed to identify a group of existing exchange-traded funds that together provide a balanced allocation to equities and fixed income within the defined asset class ranges set forth below. The investment strategy of the Fund is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index. The investment objective of the Index is to balance strong long-term capital appreciation potential and current income, with a bias towards capital appreciation.

The Sabrient Global Balanced Indices, which cover Income, Growth and Equity strategies, were developed by Sabrient Systems, LLC ("Sabrient" or the "Index Provider") as a quantitative approach to selecting multiple asset classes through exchange traded funds. The Index comprises a mixture of approximately five to ten existing exchange-traded funds selected, based on investment and other criteria, from a defined set of exchange-traded funds (and other designated products, as deemed appropriate) trading on the Toronto Stock Exchange (the "TSX").

The ranges of allocations to each asset class by the Fund are as follows:

• Large-Cap Canadian Equity	15.0–20.0%
• U.S. Equity	15.0–20.0%
• International Equity	15.0–20.0%
• Emerging Markets	5.0–10.0%
• Global Sectors	4.0–8.0%
• Real Estate	7.5–12.5%
• Commodities	2.5–5.0%
• Canadian Preferred Shares	1.0–3.0%
• Government Fixed-Income	7.5–15.0%
• Real Return Bonds	2.5–7.5%
• Corporate Fixed-Income	2.5–5.0%
• Cash	0–2.0%

The constituent selection methodology for the Sabrient Global Balanced Indices was developed by Sabrient as an effective, quantitative approach to selecting stocks in a diversified portfolio from a defined set of publicly traded exchange-traded funds. The Index constituent models evaluate and select exchange-traded funds using a proprietary, "100% Rules-Based Methodology" developed by Sabrient that employs a dynamic allocation strategy within prescribed ranges. Each exchange-traded fund is ranked based on the composite scoring of a number of factors, and is sorted from highest to lowest. The constituent selection process and portfolio rebalance are repeated at least once per quarter, on the first trading day of each calendar quarter, or more often if market conditions warrant.

The Sabrient Global Balanced Indices constituent selection methodology utilizes multifactor proprietary selection rules to identify those exchange-traded funds that offer the greatest potential from a risk/return perspective while maintaining diversification among global regions, industries, and asset classes within the prescribed ranges. The Sabrient Global Balanced Indices are adjusted quarterly, or as required, to ensure timely constituent selections.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -32.89%, representing a change in NAV to $12.26 on December 31, 2008, from $18.84 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -33.57%, representing a change in NAV to $12.26 on December 31, 2008, from $18.84 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -36.49%, representing a change in market price to $11.60 on December 31, 2008, from $18.84 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -34.29%, representing a change in market price to $12.14 on December 31, 2008, from $18.84 on December 31, 2007. For the same period the Sabrient Global Balanced Growth Index returned -32.89%.

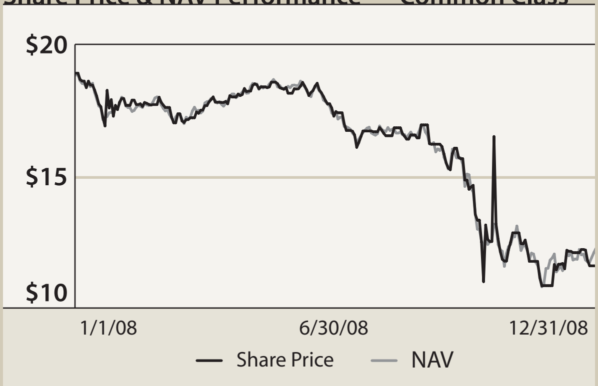
During 2008 the Fund's Common Units paid quarterly dividends of $0.1320 on March 31, $0.1232 on June 30, $0.1220 on September 30, and $0.0970 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.0890 on March 31, $0.0756 on June 30, $0.0800 on September 30, and $0.0670 on December 31.

The Fund's Investments and Performance Attribution

For the 12-month period from December 31, 2007, through December 30, 2008, the iShares COMEX Gold Trust (5.4% of net assets) and the iShares CDN Scotia Capital Short Term Bond Index Fund (not held in portfolio at period end) made the strongest positive contributions to the Fund's return. Holdings that detracted from performance included iShares CDN S&P/TSX Capped REIT Index Fund (2.2% net assets) and Claymore US Fundamental Index ETF C$ Hedged (15.1% of net assets).

Performance **Highlights** | As at December 31, 2008

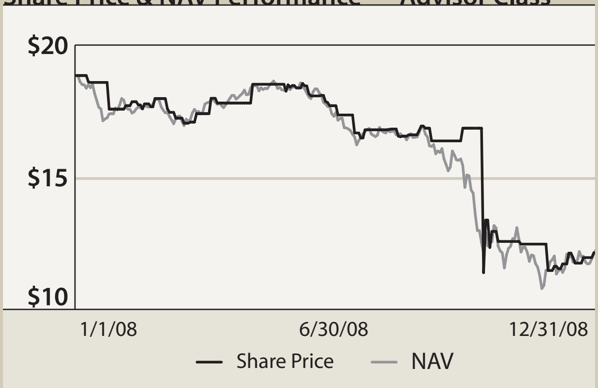
Claymore Balanced Growth CorePortfolio™ ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (06/21/07)	Market	NAV
One year	-36.49%	-32.89%
Since inception - average annual	-27.50%	-24.83%

Claymore Balanced Growth CorePortfolio™ ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (06/21/07)	Market	NAV
One year	-34.29%	-33.57%
Since inception - average annual	-26.11%	-25.60%

Sector Mix	% of Fund's Net Asset Value
ETFs	99.5
Cash and Cash Equivalents	0.6
Net Other Assets	(0.1)
	100.0

Top Issuers*	% of Fund's Net Asset Value
Claymore International Fundamental Index ETF	16.5
Claymore US Fundamental Index ETF C$ Hedged	15.0
Claymore Canadian Fundamental Index ETF	14.4
Claymore Global Real Estate ETF	9.0
Claymore 1-5 Yr Laddered Government Bond ETF	8.2
Claymore BRIC ETF	6.9
iShares COMEX Gold Trust	5.5
iShares CDN Corporate Bond Index Fund	5.4
Claymore S&P Global Water ETF	3.5
Claymore S&P/TSX CDN Preferred Share ETF	3.0
Claymore Natural Gas Commodity ETF	2.9
Claymore Global Infrastructure ETF	2.8
iShares CDN Real Return Bond Index Fund	2.7
iShares CDN S&P/TSX Capped REIT Index Fund	2.2
Claymore Global Agriculture ETF	1.5
Cash and Cash Equivalents	0.6
	100.1
Total Net Asset Value	**$4,917,907**

* The prospectus and other information about the underlying fund is available on the Internet at www.sedar.com.

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Units	Description		Average Cost		Fair Value	% of Net Assets
	Exchange Traded Funds					
19,204	Claymore 1-5 Yr Laddered Government Bond ETF (Common)	$	392,421	$	400,403	
19,575	Claymore BRIC ETF (Common)		486,132		338,452	
90,219	Claymore Canadian Fundamental Index ETF (Common)		1,003,645		709,121	
4,850	Claymore Global Agriculture ETF (Common)		106,529		74,108	
8,794	Claymore Global Infrastructure ETF		128,476		140,704	
30,681	Claymore Global Real Estate ETF (Common)		447,896		439,352	
62,371	Claymore International Fundamental Index ETF (Common)		966,872		802,715	
9,863	Claymore Natural Gas Commodity ETF (Common)		227,996		139,561	
12,490	Claymore S&P Global Water ETF (Common)		191,989		168,865	
10,166	Claymore S&P/TSX CDN Preferred Share ETF (Common)		178,266		144,967	
62,700	Claymore US Fundamental Index ETF C$ Hedged (Common)		1,117,615		739,860	
14,195	iShares CDN Corporate Bond Index Fund		265,060		263,459	
7,274	iShares CDN Real Return Bond Index Fund		145,158		133,260	
13,431	iShares CDN S&P/TSX Capped REIT Index Fund		177,278		109,463	
2,582	iShares COMEX Gold Trust		226,866		263,364	
			6,062,199		4,867,654	99.54%
	Transaction costs (note 2)		(375)		–	
	Total Investments	$	6,061,824		4,867,654	99.54%
	Other assets less liabilities				22,567	0.46
	Net Assets			$	4,890,221	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 4,867,654	$ 5,655,966
Due from brokers	–	49,124
Cash	27,374	–
	4,895,028	5,705,090
Liabilities		
Bank indebtedness	–	50,058
Accrued management fees	1,083	1,208
Accrued service fees	3,724	5,055
	4,807	56,321
Net assets representing unitholders' equity	$ 4,890,221	$ 5,648,769
Net assets representing unitholders' equity		
Advisor Class	$ 1,463,194	$ 1,882,513
Common	3,427,027	3,766,256
	$ 4,890,221	$ 5,648,769
Units outstanding (1)		
Advisor Class	120,000	100,000
Common	281,000	200,000
	401,000	300,000
Net assets per unit (note 2)		
Advisor Class	$ 12.19	$ 18.83
Common	$ 12.20	$ 18.83
Net asset value per unit (note 2)		
Advisor Class	$ 12.26	$ 18.84
Common	$ 12.26	$ 18.84

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period June 21, 2007* to December 31, 2007
Income		
Dividends	$ 196,696	$ 86,004
Interest	–	35,572
	196,696	121,576
Expenses		
Management fees (note 4)	16,396	8,819
Service fees (note 4)	17,821	10,556
Director fees	6,000	–
Interest and bank charges	533	268
	40,750	19,643
Net investment income	155,946	101,933
Net realized loss on sale of investments	(1,419,986)	(189,439)
Transaction costs (note 2)	(1,234)	–
Change in unrealized depreciation in value of investments	(985,193)	(208,977)
Net loss on investments	(2,406,413)	(398,416)
Decrease in net assets from operations	$ (2,250,467)	$ (296,483)
Decrease in net assets from operations		
Advisor Class	$ (773,322)	$ (85,087)
Common	(1,477,145)	(211,396)
	$ (2,250,467)	$ (296,483)
Decrease in net assets from operations per unit		
Advisor Class	$ (7.10)	$ (0.85)
Common	$ (6.30)	$ (1.32)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period June 21, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 1,882,513	$ –
Common	3,766,256	–
	5,648,769	–
Decrease in net assets from operations		
Advisor Class	(773,322)	(85,087)
Common	(1,477,145)	(211,396)
	(2,250,467)	(296,483)
Capital unit transactions [1]		
Issuance of units for cash:		
Advisor Class	826,100	2,000,000
Common	4,109,380	5,959,250
Payment on redemption of units:		
Advisor Class	(435,597)	–
Common	(2,856,322)	(1,908,140)
	1,643,561	6,051,110
Distribution to unitholders		
From net investment income:		
Advisor Class	(35,635)	(20,310)
Common	(112,415)	(46,047)
From return of capital:		
Advisor Class	(865)	(12,090)
Common	(2,727)	(27,411)
	(151,642)	(105,858)
Increase (decrease) in net assets for the period		
Advisor Class	(419,319)	1,882,513
Common	(339,229)	3,766,256
	$ (758,548)	$ 5,648,769
Net assets, end of the period		
Advisor Class	$ 1,463,194	$ 1,882,513
Common	3,427,027	3,766,256
	$ 4,890,221	$ 5,648,769

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Sabrient Global Balanced Growth Index provided by Sabrient Systems, LLC. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the Sabrient Global Balanced Growth Index in the same proportion as they are reflected in the Sabrient Global Balanced Growth Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $226,844 conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF does not directly hold any interest-bearing financial instruments. The Claymore ETF is indirectly exposed to the risk that the value of interest-bearing investments held by the underlying funds will fluctuate due to the changes in the prevailing levels of market interest rates.

At December 31, 2008, should interest rates have decreased by 0.25% with all other variables remaining constant, the increase in net assets for the period would amount to approximately $3,185. Conversely, if interest rates had risen by 0.25%, the decrease in net assets would amount to approximately $2,710. These impacts on the Claymore ETF are solely as result of changes in underlying Claymore ETFs.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

As at December 31, 2008, the Claymore ETF had no direct exposure to credit risk. The greatest indirect concentration of credit risk is in debt securities held by underlying Claymore ETFs. For more information regarding the credit risk of underlying Claymore ETFs, refer to the underlying Claymore ETFs' financial statements available on the SEDAR website at www.sedar.com or at www.claymoreinvestments.ca.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. Some of the underlying Claymore ETFs held by the Claymore ETF are exposed to the risk that securities denominated in currencies other than the Canadian Dollar will fluctuate due to changes in exchange rates.

As at December 31, 2008, if the Canadian Dollar had strengthened or weakened by 5% in relation to all foreign currencies represented in the Portfolio, with all other variables remaining constant, net assets would have decreased or increased by approximately $79,525.

The sensitivity analysis presented at December 31, 2008 was only for the underlying Claymore ETFs and not for the other funds held in the portfolio as the information could not be obtained. The most important risks exposed through other underlying funds are market risk, interest rate risk, credit risk, liquidity risk and currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of period	100,000	200,000	–	–
Units issued for cash	50,000	251,000	100,000	300,000
Units redeemed	(30,000)	(170,000)	–	(100,000)
Units outstanding, end of period	120,000	281,000	100,000	200,000

Auditors' **Report**

To the Unitholders of
Claymore Balanced Growth CorePortfolio ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from June 21, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from June 21, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Balanced Income CorePortfolio™ ETF (the "Fund") seeks investment results that correspond generally to the price and yield, before fees and expenses, of the Sabrient Global Balanced Income Index (the "Index"), which was designed to identify a group of existing exchange-traded funds that together provide a balanced allocation to equities and fixed income within the defined asset class ranges set forth below. The investment strategy of the Fund is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index. The investment objective of the Index is to generate a high level of current income with long-term capital appreciation potential.

The Sabrient Global Balanced Indices, which cover Income, Growth and Equity strategies, were developed by Sabrient Systems, LLC ("Sabrient" or the "Index Provider") as a quantitative approach to selecting multiple asset classes through exchange-traded funds. The Index comprises a mixture of approximately five to ten existing exchange-traded funds selected, based on investment and other criteria, from a defined set of exchange-traded funds (and other designated products, as deemed appropriate) trading on the Toronto Stock Exchange (the "TSX").

The ranges of allocations to each asset class by the Fund are as follows:

• Dividend-Focused Equity	17.5-22.5%
• Global Dividend-Focused Equity	17.5-22.5%
• Real Estate	7.5-12.5%
• Commodities	0-2.5%
• Canadian Preferred Shares	2.5-5.0%
• Government Fixed-Income	20.0-25.5%
• Real Return Bonds	5.0-15.0%
• Corporate Fixed-Income	7.5-12.5%
• Cash	0-5.0%

The constituent selection methodology for the Sabrient Global Balanced Indices was developed by Sabrient as an effective, quantitative approach to selecting stocks in a diversified portfolio from a defined set of publicly traded exchange-traded funds. The Index constituent models evaluate and select exchange-traded funds using a proprietary, "100% Rules-Based Methodology" developed by Sabrient that employs a dynamic allocation strategy within prescribed ranges. Each exchange-traded fund is ranked based on the composite scoring of a number of factors, and is sorted from highest to lowest. The constituent selection process and portfolio rebalance are repeated at least once per quarter, on the first trading day of each calendar quarter, or more often if market conditions warrant.

The Sabrient Global Balanced Indices constituent selection methodology utilizes multifactor proprietary selection rules to identify those exchange-traded funds that offer the greatest potential from a risk/return perspective while maintaining diversification among global regions, industries, and asset classes within the prescribed ranges. The Sabrient Global Balanced Indices are adjusted quarterly, or as required, to ensure timely constituent selections.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -15.83%, representing a change in NAV to $15.48 on December 31, 2008, from $19.15 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -16.76%, representing a change in NAV to $15.44 on December 31, 2008, from $19.10 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -17.69%, representing a change in market price to $15.20 on December 31, 2008, from $19.24 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -19.24%, representing a change in market price to $15.10 on December 31, 2008, from $19.24 on December 31, 2007. For the same period the Index returned -15.58%.

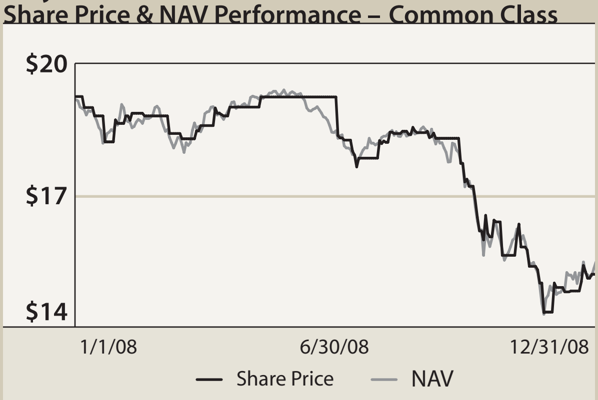
During 2008 the Fund's Common Units paid quarterly dividends of $0.1500 on March 31, $0.1900 on June 30 and $0.1950 on September 30, and $0.1750 on December 30. The Fund's Advisor Class Units paid quarterly dividends of $0.1100 on March 31, $0.1360 on June 30, $0.1250 on September 30, and $0.1350 on December 30.

The Fund's Investments and Performance Attribution

For the 12-month period from December 31, 2007, through December 30, 2008, the iShares CDN DEX Short Term Bond Index Fund (not held in portfolio at period end) and the iShares CDN DEX All Government Bond Index Fund (not held in portfolio at period end) made the strongest positive contributions to the Fund's return. Holdings that detracted from performance included Claymore Global Monthly Advantaged Dividend ETF (16.2% of net assets) and Claymore CDN Dividend & Income Achievers ETF (15.3% of net assets).

Performance **Highlights** | As at December 31, 2008

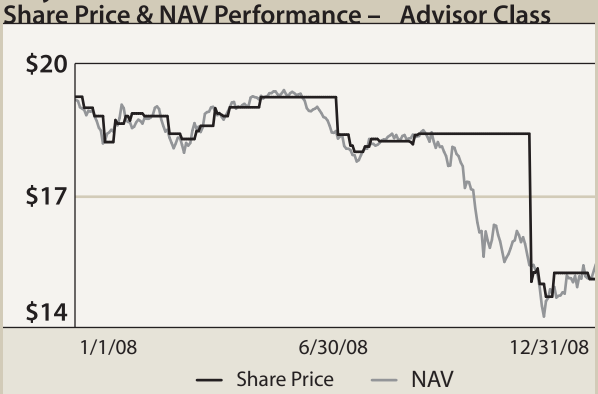
Claymore Balanced Income CorePortfolio™ ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (06/21/07)	Market	NAV
One Year	-17.69%	-15.83%
Since inception - annualized	-12.67%	-11.64%

Claymore Balanced Income CorePortfolio™ ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (06/21/07)	Market	NAV
One Year	-19.24%	-16.76%
Since inception - annualized	-14.04%	-12.74%

Sector Mix	% of Fund's Net Asset Value
ETFs	100.0
Cash and Cash Equivalents	0.1
Net Other Assets	(0.1)
	100.0

Top Issuers*	% of Fund's Net Asset Value
Claymore 1-5 Yr Laddered Government Bond ETF	21.7
Claymore Global Monthly Advantaged Dividend ETF	16.4
iShares CDN Real Return Bond Index Fund	16.2
Claymore CDN Dividend & Income Achievers ETF	15.3
iShares CDN DEX All Corporate Bond Index Fund	13.3
Claymore Global Real Estate ETF	8.4
Claymore S&P/TSX CDN Preferred Share ETF	4.9
iShares CDN S&P/TSX Capped REIT Index Fund	2.5
Claymore Equal Weight Banc & Lifeco ETF	1.3
Cash and Cash Equivalents	0.1
	100.1
Total Net Asset Value	**$5,722,192**

* The prospectus and other information about the underlying fund is available on the Internet at www.sedar.com.

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Units	Description	Average Cost	Fair Value	% of Net Assets
	Exchange Traded Funds			
59,140	Claymore 1-5 Yr Laddered Government Bond ETF (Common)	$ 1,198,448	$ 1,233,069	
60,943	Claymore CDN Dividend & Income Achievers ETF (Common)	1,282,645	870,875	
14,161	Claymore Equal Weight Banc & Lifeco ETF (Common)	90,330	71,938	
83,792	Claymore Global Monthly Advantaged Dividend ETF (Common)	1,449,854	921,712	
33,464	Claymore Global Real Estate ETF (Common)	488,201	479,204	
19,569	Claymore S&P/TSX CDN Preferred Share ETF (Common)	346,152	279,054	
40,987	iShares CDN DEX All Corporate Bond Index Fund	783,017	760,719	
50,476	iShares CDN Real Return Bond Index Fund	964,330	924,720	
17,424	iShares CDN S&P/TSX Capped REIT Index Fund	219,180	142,006	
		6,822,157	5,683,297	99.97%
	Transaction costs (note 2)	(429)	–	
	Total Investments	$ 6,821,728	5,683,297	99.97
	Other assets less liabilities		1,774	0.03
	Net Assets		$ 5,685,071	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 5,683,297	$ 5,742,203
Due from brokers	–	65,280
Cash	7,208	–
	5,690,505	5,807,483
Liabilities		
Bank indebtedness	–	63,702
Accrued management fees	709	1,750
Accrued service fees	4,725	5,649
	5,434	71,101
Net assets representing unitholders' equity	$ 5,685,071	$ 5,736,382
Net assets representing unitholders' equity		
Advisor Class	$ 1,840,832	$ 1,908,451
Common	3,844,239	3,827,931
	$ 5,685,071	$ 5,736,382
Units outstanding (1)		
Advisor Class	120,000	100,000
Common	250,000	200,000
	370,000	300,000
Net assets per unit (note 2)		
Advisor Class	$ 15.34	$ 19.08
Common	$ 15.38	$ 19.14
Net asset value per unit (note 2)		
Advisor Class	$ 15.44	$ 19.10
Common	$ 15.48	$ 19.15

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period June 21, 2007* to December 31, 2007
Income		
Dividends	$ 322,469	$ 91,669
Interest	67	38,137
	322,536	129,806
Expenses		
Management fees (note 4)	28,900	10,406
Service fees (note 4)	19,663	11,185
Director fees	6,000	–
Interest and bank charges	643	77
	55,206	21,668
Net investment income	267,330	108,138
Net realized loss on sale of investments	(430,711)	(138,861)
Transaction costs (note 2)	(628)	–
Change in unrealized depreciation in value of investments	(1,003,543)	(134,888)
Net loss on investments	(1,434,882)	(273,749)
Decrease in net assets from operations	$ (1,167,552)	$ (165,611)
Decrease in net assets from operations		
Advisor Class	$ (410,345)	$ (47,256)
Common	(757,207)	(118,355)
	$ (1,167,552)	$ (165,611)
Decrease in net assets from operations per unit		
Advisor Class	$ (3.77)	$ (0.47)
Common	$ (2.83)	$ (0.83)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period June 21, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 1,908,451	$ –
Common	3,827,931	–
	5,736,382	–
Decrease in net assets from operations		
Advisor Class	(410,345)	(47,256)
Common	(757,207)	(118,355)
	(1,167,552)	(165,611)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	916,590	2,000,000
Common	1,835,790	5,950,720
Payment on redemption of units:		
Advisor Class	(514,314)	–
Common	(858,025)	(1,923,960)
	1,380,041	6,026,760
Distribution to unitholders		
From net investment income:		
Advisor Class	(59,258)	(28,075)
Common	(203,249)	(51,009)
From return of capital:		
Advisor Class	(292)	(16,218)
Common	(1,001)	(29,465)
	(263,800)	(124,767)
Increase (decrease) in net assets for the period		
Advisor Class	(67,619)	1,908,451
Common	16,308	3,827,931
	$ (51,311)	$ 5,736,382
Net assets, end of the period		
Advisor Class	$ 1,840,832	$ 1,908,451
Common	3,844,239	3,827,931
	$ 5,685,071	$ 5,736,382

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Sabrient Global Balanced Income Index provided by Sabrient Systems, LLC. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the Sabrient Global Balanced Income Index in the same proportion as they are reflected in the Sabrient Global Balanced Income Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $216,580; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF does not directly hold any interest-bearing financial instruments. The Claymore ETF is indirectly exposed to the risk that the value of interest-bearing investments held by the underlying funds will fluctuate due to the changes in the prevailing levels of market interest rates.

At December 31, 2008, should interest rates have decreased by 0.25% with all other variables remaining constant, the increase in net assets for the period would amount to approximately $9,808. Conversely, if interest rates had risen by 0.25%, the decrease in net assets would amount to approximately $8,116. These impacts on the Claymore ETF are solely as result of changes in underlying Claymore ETFs.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

As at December 31, 2008, the Claymore ETF had no direct exposure to credit risk. The greatest indirect concentration of credit risk is in debt securities held by underlying Claymore ETFs. For more information regarding the credit risk of underlying Claymore ETFs, refer to the underlying Claymore ETFs' financial statements available on the SEDAR website at www.sedar.com or at www.claymoreinvestments.ca.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. Some of the underlying Claymore ETFs held by the Claymore ETF are exposed to the risk that securities denominated in currencies other than the Canadian Dollar will fluctuate due to changes in exchange rates.

As at December 31, 2008, if the Canadian Dollar had strengthened or weakened by 5% in relation to all foreign currencies represented in the Portfolio, with all other variables remaining constant, net assets would have decreased or increased by approximately $24,205.

The sensitivity analysis presented at December 31, 2008 was only for the underlying Claymore ETFs and not for the other funds held in the portfolio as the information could not be obtained. The most important risks exposed through other underlying funds are market risk, interest rate risk, credit risk, liquidity risk and currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of period	100,000	200,000	–	–
Units issued for cash	50,000	100,000	100,000	300,000
Units redeemed	(30,000)	(50,000)	–	(100,000)
Units outstanding, end of period	120,000	250,000	100,000	200,000

Auditors' **Report**

To the Unitholders of
Claymore Balanced Income CorePortfolio ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from June 21, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from June 21, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore BRIC ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the BNY BRIC Select ADR Index (the "Index"), which tracks the performance of companies from Brazil, Russia, India and China (the "BRIC nations") that trade as American Depositary Receipts ("ADRs") and/or Global Depositary Receipts ("GDRs") on a U.S stock exchange. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

By utilizing U.S.-traded ADRs and/or GDRs to obtain exposure to each of the four BRIC countries, the Manager believes the Fund minimizes certain risks associated with emerging markets investing by limiting its investments to securities that are able to meet U.S. listing requirements. Given that the ADRs and/or GDRs underlying the Index are U.S.-dollar denominated, the Fund seeks to reduce currency risk by hedging its exposure to U.S. dollars. Companies are selected for the Index using a proprietary methodology developed by the Bank of New York Mellon and must meet several criteria, including maintaining a listing on a U.S. exchange and meeting minimum requirements for liquidity, share price and market capitalization. Given the investment in U.S.-traded ADRs, the Fund hedges its exposure to the U.S. currency as it seeks to eliminate foreign currency return risk for Canadian investors.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -57.69%, representing a change in NAV to $17.32 on December 31, 2008, from $41.97 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -57.95%, representing a change in NAV to $17.27 on December 31, 2008, from $41.83 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -57.81%, representing a change in market price to $17.30 on December 31, 2008, from $42.05 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -58.71%, representing a change in market price to $17.02 on December 31, 2008, from $42.00 on December 31, 2007.

For the 12-month period ending December 31, 2008, the Index returned -43.97% and the MSCI Emerging Markets Index returned -42.50%, each in Canadian dollar terms. The strongest of the four markets in the Index for this period was Brazil, down approximately 41%. Markets in India, China and Russia were each down more than 50%.

The Fund's Common Units paid a dividend of $0.443 per share on December 31, 2008. The Fund's Advisor Class Units paid a dividend of $0.320 per share on December 31, 2008.

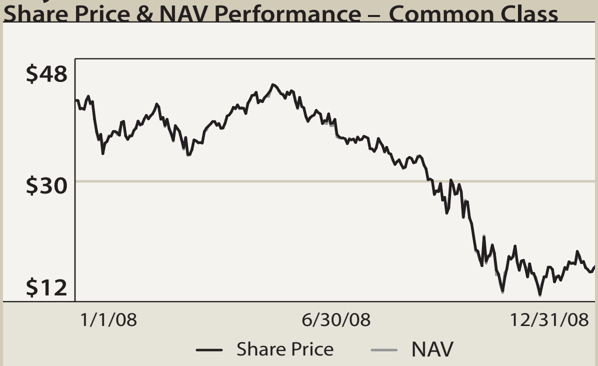
The Fund's Investments and Performance Attribution

For the 12-month period ended December 31, 2008, all ten sectors in the Index were down. The utilities and health care sectors detracted least from return; the basic materials and oil & gas sectors detracted most. Among the few positions that made positive contributions to return were Huaneng Power International. Inc. (0.6% of net assets), an electric utility in China; and Centrais Eletricas Brasileiras SA (common shares 0.7% of net assets; preference share 0.6% of net assets), a Brazilian electric utility. Positions that detracted from performance included Petroleo Brasileiro SA (common shares 7.2% of net assets; preference shares 8.3% of net assets), which is responsible for all hydrocarbon activities in Brazil; and Banco Bradesco SA (3.7% of net assets), a Brazilian bank.

Because the Fund provides exposure to U.S.-traded ADR securities, a currency hedging program is utilized to help protect against movements in the currency exchange rates and has done a good job of protecting against the strengthening Canadian dollar since inception. During the last half of 2008, there was a pronounced weakening of the Canadian dollar ("CAD$") relative to the U.S. dollar ("US$"); the US$-to-CAD exchange rate stood at 0.81 on December 31, 2008, compared with 1.01 on December 31, 2007. The hedge significantly detracted from returns due to the strengthening U.S. dollar during the year.

Performance **Highlights** | As at December 31, 2008

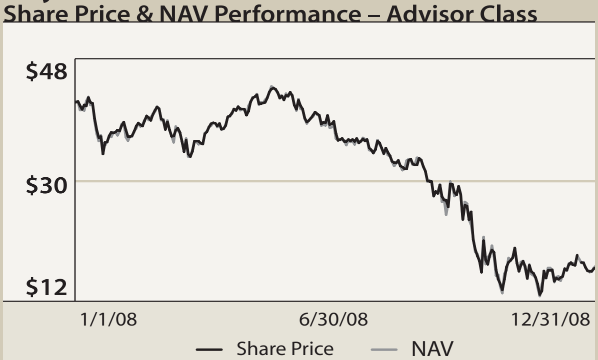
Claymore BRIC ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (09/08/06)	Market	NAV
One year	-57.81%	-57.69%
Since inception - average annual	-2.72%	-2.68%

Claymore BRIC ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (09/08/06)	Market	NAV
One year	-58.71%	-57.95%
Since inception - average annual	-3.96%	-3.35%

Sector Mix	% of Fund's Net Asset Value
Equities	
Telecommunication Services	19.8
Energy	18.7
Financials	12.1
Materials	7.1
Information Technology	5.9
Utilities	2.5
Consumer Discretionary	2.1
Health Care	1.0
Consumer Staples	0.9
Industrials	0.7
Preference Shares	
Energy	8.3
Materials	8.1
Financials	7.2
Consumer Staples	2.5
Telecommunication Services	2.3
Utilities	1.9
Consumer Discretionary	0.4
Industrials	0.2
Forward Contracts	0.5
Net Other Assets	0.8
Cash and Cash Equivalents	(3.0)
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
China Mobile Ltd., ADR	11.1
Petroleo Brasileiro SA, Preference Shares, ADR	8.3
Petroleo Brasileiro SA, ADR	7.2
Cia Vale do Rio Doce, Preference Shares, ADR	5.8
China Life Insurance Co. Ltd., ADR	5.8
Cia Vale do Rio Doce, ADR	4.2
PetroChina Co. Ltd., ADR	4.2
China Unicom Hong Kong Ltd., ADR	3.9
CNOOC Ltd., ADR	3.8
Banco Bradesco SA, Preference Shares, ADR	3.7
Banco Itau Holding Financeira SA, Preference Shares, ADR	3.5
Infosys Technologies Ltd., ADR	2.9
China Petroleum & Chemical Corp., ADR	2.8
ICICI Bank Ltd., ADR	2.1
HDFC Bank Ltd., ADR	2.0
Unibanco - Uniao de Bancos Brasileiros SA, GDR	1.9
Cia de Bebidas das Americas, Preference Shares, ADR	1.9
China Telecom Corp. Ltd., ADR	1.4
Cia Siderurgica Nacional SA, ADR	1.4
Mobile Telesystems OJSC, ADR	1.4
Gerdau SA, Preference Shares, ADR	1.2
Cia Energetica de Minas Gerais, Preference Shares, ADR	1.1
Tele Norte Leste Participacoes SA, Preference Shares, ADR	1.0
Rostelecom, ADR	0.9
Satyam Computer Services Ltd., ADR	0.8
	84.3
Total Net Asset Value	**$101,324,198**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Common Stock			
	Energy			
36,750	China Petroleum & Chemical Corp., ADR (China)	$ 4,020,632	$ 2,802,843	
32,838	CNOOC Ltd., ADR (China)	4,548,243	3,857,261	
10,090	LDK Solar Co. Ltd., ADR (China)	343,429	163,425	
38,334	PetroChina Co. Ltd., ADR (China)	6,005,003	4,210,853	
242,381	Petroleo Brasileiro SA, ADR (Brazil)	9,808,363	7,327,923	
46,678	Yanzhou Coal Mining Co. Ltd., ADR (China)	696,584	432,182	
17,194	Yingli Green Energy Holding Co. Ltd., ADR (China)	309,875	127,781	
		25,732,129	18,922,268	18.72%
	Materials			
36,441	Aluminum Corp. of China Ltd., ADR (China)	1,571,776	607,770	
86,656	Cia Siderurgica Nacional SA, ADR (Brazil)	2,071,225	1,369,311	
288,001	Cia Vale do Rio Doce, ADR (Brazil)	7,611,019	4,294,914	
51,829	Mechel OAO, ADR (Russia)	1,175,426	249,535	
5,966	Sinopec Shanghai Petrochemical Co. Ltd., ADR (China)	328,616	192,670	
65,007	Sterlite Industries India Ltd., ADR (India)	1,195,179	441,384	
		13,953,241	7,155,584	7.08
	Industrials			
	Capital Goods			
28,323	Empresa Brasileira de Aeronautica SA, ADR (Brazil)	1,219,291	566,782	0.56
	Transportation			
7,969	Guangshen Railway Co. Ltd., ADR (China)	271,477	185,246	0.18
	Total Industrials	1,490,768	752,028	0.74
	Consumer Discretionary			
	Automobiles & Components			
60,005	Tata Motors Ltd., ADR (India)	954,024	325,937	0.32
	Consumer Services			
16,256	Ctrip.com International Ltd., ADR (China)	731,912	476,618	
31,206	Melco Crown Entertainment Ltd., ADR (China)	331,397	122,121	
7,126	New Oriental Education & Technology Group, ADR (China)	443,669	481,201	
		1,506,978	1,079,940	1.07
	Media			
28,800	Focus Media Holding Ltd., ADR (China)	1,269,700	323,184	
29,172	Giant Interactive Group Inc., ADR (China)	343,187	226,882	
15,610	VisionChina Media Inc., ADR (China)	218,833	103,869	
		1,831,720	653,935	0.65
	Total Consumer Discretionary	4,292,722	2,059,812	2.04
	Consumer Staples			
	Food & Staples Retailing			
17,807	China Nepstar Chain Drugstore Ltd., ADR (China)	202,716	105,518	0.10

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Food, Beverage & Tobacco			
18,280	Perdigao SA, ADR (Brazil)	$ 790,239	$ 595,312	
7,488	Wimm-Bill-Dann Foods OJSC, ADR (Russia)	616,167	242,655	
		1,406,406	837,967	0.83%
	Total Consumer Staples	1,609,122	943,485	0.93
	Health Care			
	Health Care Equipment & Services			
7,444	China Medical Technologies Inc., ADR (China)	267,261	185,723	
16,710	Mindray Medical International Ltd., ADR (China)	584,374	371,315	
		851,635	557,038	0.55
	Pharmaceuticals Biotechnology & Life Sciences			
27,231	Dr. Reddy's Laboratories Ltd., ADR (India)	460,030	328,437	
14,850	WuXi PharmaTech Cayman Inc., ADR (China)	275,674	146,476	
		735,704	474,913	0.47
	Total Health Care	1,587,339	1,031,951	1.02
	Financials			
	Banks			
22,929	HDFC Bank Ltd., ADR (India)	2,212,712	2,017,652	
90,478	ICICI Bank Ltd., ADR (India)	4,313,642	2,147,909	
24,690	Unibanco - Uniao de Bancos Brasileiros SA, GDR (Brazil)	2,965,494	1,969,616	
		9,491,848	6,135,177	6.07
	Insurance			
101,825	China Life Insurance Co. Ltd., ADR (China)	6,295,487	5,825,108	5.76
	Real Estate			
14,200	E-House China Holdings Ltd., ADR (China)	199,734	141,993	
14,457	Gafisa SA, ADR (Brazil)	477,906	165,087	
		677,640	307,080	0.31
	Total Financials	16,464,975	12,267,365	12.14
	Information Technology			
	Software & Services			
3,081	Baidu, Inc., ADR (China)	731,119	495,788	
97,297	Infosys Technologies Ltd., ADR (India)	4,245,721	2,942,789	
6,063	Longtop Financial Technologies Ltd., ADR (China)	120,899	113,170	
14,719	Netease.com, ADR (China)	294,711	401,573	
6,689	Perfect World Co. Ltd., ADR (China)	163,014	142,444	
69,597	Satyam Computer Services Ltd., ADR (India)	1,800,747	767,248	
11,769	Shanda Interactive Entertainment Ltd., ADR (China)	345,953	470,156	
62,110	Wipro Ltd., ADR (India)	879,614	623,370	
		8,581,778	5,956,538	5.89

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Telecommunication Services			
179,839	China Mobile Ltd., ADR (China)	$ 12,101,733	$ 11,267,134	
30,849	China Telecom Corp. Ltd., ADR (China)	1,969,677	1,449,070	
261,862	China Unicom Hong Kong Ltd., ADR (China)	4,585,437	3,940,667	
25,455	Hutchison Telecommunications International Ltd., ADR (China)	491,600	126,954	
25,931	Mahanagar Telephone Nigam, ADR (India)	175,583	109,161	
41,583	Mobile Telesystems OJSC, ADR (Russia)	2,821,260	1,365,498	
14,131	Rostelecom, ADR (Russia)	842,899	959,116	
6,944	Tata Communications Ltd., ADR (India)	169,933	180,964	
68,703	Vimpel-Communications OAO, ADR (Russia)	1,703,813	603,878	
		24,861,935	20,002,442	19.79%
	Utilities			
53,753	Centrais Eletricas Brasileiras SA, ADR (Brazil)	795,209	740,560	
12,987	Cia de Saneamento Basico do Estado de Sao Paulo, ADR (Brazil)	571,939	387,186	
8,059	CPFL Energia SA, ADR (Brazil)	470,585	388,703	
17,746	Huaneng Power International Inc., ADR (China)	674,661	639,263	
22,900	Suntech Power Holdings Co. Ltd., ADR (China)	931,117	327,086	
		3,443,511	2,482,798	2.46
	Total Common Stock	102,017,520	71,574,271	70.81
	Preference Shares			
	Energy			
334,010	Petroleo Brasileiro SA, Preference Shares, ADR (Brazil)	11,638,188	8,415,812	8.33
	Materials			
12,926	Aracruz Celulose SA, Preference Shares, ADR (Brazil)	832,896	177,285	
20,968	Braskem SA, Preference Shares, ADR (Brazil)	306,106	124,249	
449,480	Cia Vale do Rio Doce, Preference Shares, ADR (Brazil)	10,039,943	5,848,500	
146,087	Gerdau SA, Preference Shares, ADR (Brazil)	2,006,041	1,188,476	
22,076	Ultrapar Participacoes SA, Preference Shares, ADR (Brazil)	760,912	602,291	
22,317	Votorantim Celulose e Papel SA, Preference Shares, ADR (Brazil)	553,949	217,098	
		14,499,847	8,157,899	8.07
	Industrials			
	Transportation			
18,807	Tam SA, Preference Shares, ADR (Brazil)	396,449	190,615	0.18
	Consumer Discretionary			
	Media			
50,705	NET Servicos de Comunicacao SA, Preference Shares, ADR (Brazil)	620,259	361,177	0.36
	Consumer Staples			
	Food & Staples Retailing			
13,438	Cia Brasileira de Distribuicao Grupo Pao de Acucar, Preference Shares, ADR (Brazil)	516,745	456,704	0.45
	Food, Beverage & Tobacco			
34,340	Cia de Bebidas das Americas, Preference Shares, ADR (Brazil)	2,293,419	1,872,497	
35,405	Sadia SA, Preference Shares, ADR (Brazil)	529,636	213,731	
		2,823,055	2,086,228	2.07
	Total Consumer Staples	3,339,800	2,542,932	2.52

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Financials			
	Banks			
308,285	Banco Bradesco SA, Preference Shares, ADR (Brazil)	$ 5,595,057	$ 3,748,713	
246,022	Banco Itau Holding Financeira SA, Preference Shares, ADR (Brazil)	4,605,314	3,520,067	
		10,200,371	7,268,780	7.19 %
	Telecommunication Services			
7,323	Brasil Telecom Participacoes SA, Preference Shares, ADR (Brazil)	449,606	348,051	
11,126	Brasil Telecom SA, Preference Shares, ADR (Brazil)	275,115	245,308	
57,878	Tele Norte Leste Participacoes SA, Preference Shares, ADR (Brazil)	1,172,591	990,307	
13,978	Tim Participacoes SA, Preference Shares, ADR (Brazil)	504,801	215,527	
32,936	Vivo Participacoes SA, Preference Shares, ADR (Brazil)	686,780	507,433	
		3,088,893	2,306,626	2.28
	Utilities			
43,770	Centrais Eletricas Brasileiras SA, ADR (Brazil)	589,337	574,385	
62,589	Cia Energetica de Minas Gerais, Preference Shares, ADR (Brazil)	1,169,071	1,061,642	
24,762	Cia Paranaense de Energia, Preference Shares, Class B, ADR (Brazil)	378,893	322,196	
	Total Utilities	2,137,301	1,958,223	1.94
	Total Preference Shares	45,921,108	31,202,064	30.87
		147,938,628	102,776,335	101.68%
	Transaction costs (note 2)	(319)	–	
	Total Investments	$ 147,938,309	102,776,335	101.68%
	Liabilities less other assets		(1,694,341)	(1.68)
	Net Assets		$ 101,081,994	100.00%

Foreign Currency Forward Contracts *

Notional Value	Forwards	Maturity Date	Forward Value	Fair Value	Unrealized gain (loss)
(77,000,000)	US Dollar forward @ 0.80613	6-Jan-09	(95,518,093)	(95,066,423)	451,670
5,000,000	US Dollar forward @ 0.80292	6-Jan-09	6,227,270	6,173,144	(54,126)
3,500,000	US Dollar forward @ 0.76896	6-Jan-09	4,551,602	4,321,201	(230,401)
(8,500,000)	US Dollar forward @ 0.79526	6-Jan-09	(10,688,328)	(10,494,345)	193,983
(3,000,000)	US Dollar forward @ 0.79283	6-Jan-09	(3,783,913)	(3,703,887)	80,026
(4,500,000)	US Dollar forward @ 0.81490	6-Jan-09	(5,522,150)	(5,555,830)	(33,680)
5,300,000	US Dollar forward @ 0.82352	6-Jan-09	6,435,788	6,543,533	107,745
79,200,000	US Dollar forward @ 0.81633	6-Jan-09	97,019,588	97,782,607	763,019
(80,500,000)	US Dollar forward @ 0.81637	6-Jan-09	(98,607,249)	(99,387,624)	(780,375)
			(99,885,485)	(99,387,624)	497,861

* The foreign currency forward contracts are entered with Bank of Montreal having Standard & Poor's credit rating of AA.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 102,776,335	$ 176,175,696
Cash	–	3,140,227
Forward agreements, at fair value (note 2)	497,861	–
Dividends receivable	876,857	353,656
	104,151,053	179,669,579
Liabilities		
Bank indebtedness	3,003,288	–
Distribution payable	–	36
Accrued management fees	51,350	95,034
Accrued service fees	14,421	22,731
Forward agreements, at fair value (note 2)	–	1,779
Due to brokers	–	1,220,471
	3,069,059	1,340,051
Net assets representing unitholders' equity	$ 101,081,994	$ 178,329,528
Net assets representing unitholders' equity		
Advisor Class	$ 8,614,465	$ 12,528,240
Common	90,808,709	165,801,288
Institutional Class	1,658,820	–
	$ 101,081,994	$ 178,329,528
Units outstanding [(1)]		
Advisor Class	500,000	300,000
Common	5,256,995	3,956,995
Institutional Class	96,729	–
	5,853,724	4,256,995
Net assets per unit (note 2)		
Advisor Class	$ 17.23	$ 41.76
Common	$ 17.27	$ 41.90
Institutional Class	$ 17.15	$ –
Net asset value per unit (note 2)		
Advisor Class	$ 17.27	$ 41.83
Common	$ 17.32	$ 41.97
Institutional Class	$ 17.19	$ –

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

		2008		2007
Income				
Dividends	$	4,556,955	$	1,756,412
Interest		1,694		1,023
Other		–		(18,581)
		4,558,649		1,738,854
Expenses				
Management fees (note 4)		1,040,482		624,570
Service fees (note 4)		91,904		60,301
Interest and bank charges		41,629		5,883
Other		37,408		–
Director fees		6,000		–
		1,217,423		690,754
Net investment income		3,341,226		1,048,100
Net realized gain (loss) on sale of investments		(14,470,483)		615,599
Net realized gain (loss) on foreign exchange		(82,181)		(334,743)
Net realized gain (loss) on forward agreements		(37,678,696)		12,401,501
Transaction costs (note 2)		(481)		–
Change in unrealized appreciation (depreciation) in value of investments		(85,616,279)		34,828,861
Change in unrealized appreciation in foreign exchange		593		–
Change in unrealized appreciation (depreciation) on forward agreements		499,640		(887)
Net gain (loss) on investments		(137,347,887)		47,510,331
Increase (decrease) in net assets from operations	$	(134,006,661)	$	48,558,431
Increase (decrease) in net assets from operations				
Advisor Class	$	(11,427,315)	$	3,363,799
Common		(119,532,700)		45,194,632
Institutional Class		(3,046,646)		–
	$	(134,006,661)	$	48,558,431
Increase (decrease) in net assets from operations per unit				
Advisor Class	$	(26.32)	$	15.33
Common	$	(24.98)	$	16.58
Institutional Class	$	(23.74)	$	–

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | For the year ended December 31

	2008	2007
Net assets, beginning of the year		
Advisor Class	$ 12,528,240	$ 5,158,851
Common	165,801,288	34,486,968
Institutional Class	–	–
	178,329,528	39,645,819
Increase (decrease) in net assets from operations		
Advisor Class	(11,427,315)	3,363,799
Common	(119,532,700)	45,194,632
Institutional Class	(3,046,646)	–
	(134,006,661)	48,558,431
Capital unit transactions [(1)]		
Issuance of units for cash:		
Advisor Class	7,673,540	4,048,040
Common	46,868,970	88,090,848
Institutional Class	5,400,000	–
Payment on redemption of units:		
Advisor Class	–	–
Common	–	(969,968)
Institutional Class	(629,797)	–
Reinvested capital gains distributions:		
Advisor Class	–	595,230
Common	–	7,864,923
Institutional Class	–	–
	59,312,713	99,629,073
Distribution to unitholders		
From net investment income:		
Advisor Class	(160,000)	(42,450)
Common	(2,328,849)	(1,001,192)
Institutional Class	(64,737)	–
From net realized gain:		
Advisor Class	–	(595,230)
Common	–	(7,864,923)
Institutional Class	–	–
	(2,553,586)	(9,503,795)
Increase (decrease) in net assets for the year		
Advisor Class	(3,913,775)	7,369,389
Common	(74,992,579)	131,314,320
Institutional Class	1,658,820	–
	(77,247,534)	138,683,709
Net assets, end of the year		
Advisor Class	8,614,465	12,528,240
Common	90,808,709	165,801,288
Institutional Class	1,658,820	–
	$ 101,081,994	$ 178,329,528

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the BNY BRIC Select ADR Index (the "BNY BRIC Index") provided by the Bank of New York Mellon ("BNY"). The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the BNY BRIC Index in the same proportion as they are reflected in the BNY BRIC Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk, currency risk and country risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $5,138,817; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, foreign currency forward contracts, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF holds cash and invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian dollar. Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian dollar relative to the U.S. dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Foreign Exchange Forward Contracts ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	102,776,335	43,780	(99,387,624)	876,857	4,309,348	4.26

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $215,467.

Country risk

Country risk is a collection of risks associated with investing in a foreign country. These risks include political risk, exchange rate risk, economic risk, sovereign risk and transfer risk, which is the risk of capital being locked up or frozen by government action. Country risk varies from one country to the next. Some countries have high enough risk to discourage much foreign investment.

Claymore ETF invests solely in investments from Brazil, China, Russia and India. This represents country risk to the unitholders of the Claymore ETF.

Claymore ETF's investments in non-U.S. issuers may involve unique risks compared to investing in securities of U.S. issuers, including, among others, greater market volatility than U.S. securities and less complete financial information than for U.S. issuers. In addition, adverse political, economic or social developments could undermine the value of the Claymore ETF's investments or prevent the Claymore ETF from realizing the full value of its investments. Finally, the value of the currency of the country in which the Claymore ETF has invested could decline relative to the value of the Canadian Dollar.

Some country risk does not have an effective hedge. Other risk, such as exchange rate risk, can be protected against with a marginal loss of profit potential.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional units. Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

		December 31, 2008	
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding, beginning of year	300,000	3,956,995	–
Units issued for cash	200,000	1,300,000	133,904
Units redeemed	–	–	(37,175)
Units outstanding, end of year	500,000	5,256,995	96,729

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units outstanding, beginning of year	200,000	1,336,644
Units issued for cash	100,000	2,647,351
Reinvested capital gains distributions [1]	–	–
Units redeemed	–	(27,000)
Units outstanding, end of year	300,000	3,956,995

[1] The Claymore ETF had capital gains distributions during the year. The final annual capital gains distributions were not paid in cash but reinvested and used to increase the investors' adjusted cost base of the Claymore ETF.

Auditors' **Report**

To the Unitholders of
Claymore BRIC ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The investment objectives of Claymore Canadian Financial Monthly Income ETF ("FIE" or the "Fund") are to maximize total return to its Unitholders, consisting of distributions and capital appreciation, and to provide its Unitholders with a stream of monthly cash distributions targeted at $0.055 per Unit.

The Fund's net assets, together with borrowings under its loan facility, are invested in a diversified and actively managed investment portfolio consisting primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. Currently, the Fund's investment activities are subject to certain investment restrictions as follows: the Fund will not, for a period of more than 90 days (i) invest less than 25% of its portfolio in equity securities, including common shares and income trust units; (ii) invest more than 50% of its portfolio in income trust units; (iii) invest more than 75% of its portfolio in preferred shares and corporate debt; and/or (iv) invest more than 25% of its portfolio in securities of issuers other than Canadian financial companies. The Fund may borrow or use other forms of leverage in an aggregate amount of up to 15% of its net asset value ("NAV") to purchase additional securities for the Fund's Portfolio.

MFC Global Investment Management (Canada) (the "Investment Advisor" or "MFC Global"), a division of Elliott & Page Limited, a Manulife Company, acts as the investment advisor to the Fund and actively manages the Fund's portfolio on behalf of the Fund. MFC Global, one of North America's largest and most experienced asset managers, and its affiliates provide investment advisory and portfolio management services to institutional clients and investment funds and, as of December 31, 2008, had approximately CAD$226 billion in assets under management.

The Fund's portfolio is comprised primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. The Investment Advisor believes that the Canadian financial sector provides attractive dividend and income yields, strong and stable credits and a history of capital appreciation and dividend growth. The composition of the Fund's portfolio will vary over time depending on MFC Global's assessment of overall market conditions and outlook.

Investment Process

MFC Global employs a quantitatively-focused investment process that is complemented by bottom-up fundamental analysis and risk controls. When selecting common equities, MFC Global begins by running quantitative screens based on industry-relative factors. The process helps to identify stocks that MFC Global believes have the best potential within each financial industry group. MFC Global looks for companies within each industry that have demonstrated favorable trailing price-to-earnings ratios, superior profitability, historical earnings predictability and favorable earnings growth rates relative to peers, and companies that have surpassed analysts' earnings expectations and have also received more upward earnings revisions from analysts than their industry peers.

MFC Global applies the same quantitative screens to income trusts and real estate investment trusts ("REITs"), but considers other factors as well. For example, the firm screens for trusts demonstrating strong cash flow revisions, relatively low payout ratios and favorable trailing price-to-cash flow ratios and price-to-sales ratios. Distribution growth rate and predictability are also critical in this research process. This quantitative research provides a universe of potential candidates. However, securities are not added until the firm has conducted bottom-up, fundamental research as well. MFC Global wants to be comfortable with each company's fundamentals as well as its credit quality. This fundamental research provides important supplemental information about each security and helps MFC Global's investment team form an opinion about whether they believe a security can successfully meet and/or increase its distributions. As a means to manage risk, MFC Global will not invest the Fund's assets in initial public offerings, any security that has not traded for a full year or in any security that has a market capitalization of under $500 million.

On the fixed-income side – corporate bonds and preferred share investments – MFC Global's credit research group of more than 50 investment professionals conducts in-depth security screening and analysis with a focus on risk assessment and longer-term relative value. The global fixed-income team at MFC Global emphasizes the active management of corporate debt, an approach that has gained importance in bond markets around the world. After the team identifies fixed-income investment candidates, the appropriate asset allocation among all of the Fund's sectors is determined.

Fund and Market Performance

All Fund returns cited – whether based on NAV or market price – assume the reinvestment of all distributions. For the 12-month period ended December 31, 2008, The Fund generated a total return of -34.83% on an NAV basis, representing a change in NAV to $5.66 on December 31, 2008, from $9.49 on December 31, 2007. On a market price basis, the Fund's return was -34.60%, representing a change in market price to $5.68 on December 31, 2008, from $9.50 on December 31, 2007. At the end of the period the Fund's Units were trading at a modest market price premium to NAV. Since the restructuring of the Fund in 2007 to an Exchange Trade Fund structure Claymore believes that large discounts or premiums to the NAV of the Units are not likely to be sustained.

The Fund made monthly distributions of $0.0550 in each month from January through December 2008. Based on the $5.68 closing market price of the Fund's Units as of December 31, 2008, and the current monthly dividend, the annualized yield on the Fund's Units is 11.62%.

Economic and Market Environment

In the first half of 2008, Canada managed to remain somewhat insulated from issues in the financial markets in the U.S., despite the inevitable interrelationships with its closest and most significant trading partner. By the second half of the year, Canada moved into recession, along with the U.S. and the rest of world. The Bank of Canada, which had previously focused mainly on fighting inflation, moved to policies designed to stimulate the economy. The Bank of Canada began reducing the target for the overnight rate in January 2008; the overnight rate was reduced a total of 275 basis points during the year from 4.25% as of December 31, 2007, to 1.5% on December 31, 2008, and a further 50 basis points in January 2009.

World capital markets, including the Canadian stock market, exhibited pronounced weakness in 2008, and nearly all equity indices posted negative returns. The Canadian stock market, as measured by the S&P/TSX Composite Index (the "S&P/TSX") produced a return of -33.0% during 2008. The S&P/TSX declined in the first quarter, rallied strongly in the second quarter, and then was hit hard by the global credit crisis in the last half of the year. The fourth quarter was particularly weak, with a negative return of -22.7%.

All ten sectors within the S&P/TSX were down for the year. The strongest sector was consumer staples, with a return of -6.1%. The weakest sector was information technology, with a return of -54.2% for the year. The two sectors that disproportionately drive performance of the S&P/TSX are financials, which represents 29.2% of the S&P/TSX as of December 31, 2008, and energy, which represents 27.4% of the index. Each of these sectors was down more than 30% for the year.

Within the financials sector, diversified financials was the weakest subsector, down approximately 46%, followed by REITS and insurance, each down approximately 42%. The banks subsector was down approximately 31%.

Canadian income trusts were also weak; the return of the Scotia Capital Income Trust Index (the "Scotia Capital Index") was -26.08%. The Scotia Capital Index, which is heavily skewed to natural resources performed well during the first half of the year, when oil prices were rising, then fell as crude oil prices dropped to less than one-third of the peak price. All but one of the eight industry sectors within the Scotia Capital Index were down for the year. The exception was the resource sector, which had a return of approximately 14% because a component of the index, Fording Canadian Coal Trust, moved up sharply when it reached an agreement to be acquired by Teck Cominco Limited. (Neither of these stocks was held in the portfolio at period end.)

Preferred shares were also down for the year; the S&P TSX Preferred Index was down more than 21% for the year, with most of the decline in the third and fourth quarters.

Bond returns were positive in 2008; the main bond index, the DEX Universe Bond Index, returned 6.4% for the year. The DEX Index is dominated by federal and provincial bonds, which represent approximately 60% of the value of the index as of December 31, 2008. These government securities performed very well, as risk-averse investors sought the safety of these government bonds, causing a pronounced widening of credit spreads, which are the difference between yields on government securities and bonds that carry credit risk. Federal bonds produced a return of 11.5%, while return of corporate bonds in the index was marginally positive, only one-quarter of 1%.

The yield curve became steeper as the year progressed, as short-term interest rates dropped more than long-term rates, although interest rates at all maturities dropped. (The yield curve is a graph with a left-to-right line that shows how high or low yields are, from the shortest to the longest maturities. Typically, the line rises from left to right as investors who are willing to tie up their money for a longer period are rewarded with higher yields.)

The Fund's Investments and Performance Attribution

The major change in the broad structure of the Fund's portfolio during 2008 was an increase in the bond position, in large part because bonds performed much better than any other asset class in the portfolio. Bonds represent 14.7% of the portfolio as of December 31, 2008, compared with 9.9% a year earlier and 11.2% at mid-year. The position in income trusts has been reduced significantly, from 17.4% of net assets at the end of 2007 to 2.7% as of December 31, 2008; this change was made because of the concentration of income trusts in the natural resource area, which is particularly hard hit in a weakening economy.

The reduction in the income trust position has been balanced by an increase in the position in equities, with some of the increase invested outside the financial sector. Equities represent approximately 80% of the portfolio as of December 31, 2008, up from 66% a year earlier. Within the equity portion of the portfolio, the industry breakdown is 48.7% banks, 14.7% insurance, 5.9% diversified financials, 2.0% energy, 0.8% industrial, 1.8% consumer discretionary, 3.8% consumer staples and 1.8% information technology. Relative to a year ago, the Fund's portfolio reflects a reduction in the exposure to banks, increased exposure to insurance, which represented approximately 9.5% of the portfolio a year ago, and significantly reduced representation in diversified financials. We have reduced the positions in Bank of Nova Scotia (10.2% of net assets) and Royal Bank of Canada (9.8% of net assets), which were the two largest holdings a year ago, adding to positions in CIBC (Canadian Imperial Bank of Commerce) (9.2% of net assets) and National Bank of Canada (5.7% of net assets). Diversified Financials positions added during the year include Power Corporation of Canada (2.9% of net assets), Power Financial Corporation (2.0% of net assets) and Sun Life Financial Inc. (4.6% of net assets). Outside the financial sector, the energy position has been reduced, as has the position in the economically sensitive materials sector. Representation in the consumer staples and consumer discretionary sectors has been increased in order to position the portfolio more defensively. Among the more defensive names that have been added are two food retailers, George Weston Ltd. (1.1% of net assets) and Loblaw Ltd. (1.0% of net assets), and Davis & Henderson Income Fund (0.6% of net assets), an income trust that produces checks.

Because of concerns about broad market liquidity, MFC Global made the decision to upgrade the Fund's liquidity by increasing the average market capitalization of the Fund's investments, in part by moving away from income trusts, many of which have relatively low market capitalizations. As of the end of the period, approximately two-thirds of the Fund's assets were invested in securities of large capitalization companies.

In a year of financial crisis, we saw few increases in dividends and distributions, especially in the last half of 2008. One income trust, GMP Capital Trust (not in the portfolio at period end), reduced its distribution and was eliminated from the portfolio, as this is one of the Investment Advisor's sell disciplines. The large position in Canadian banks provides considerable income stability for the portfolio, as only one Canadian bank has cut its dividend in the last 80 years. (National Bank of Canada (5.7% of net assets) reduced its dividend twice when it was experiencing problems with real estate investments in the 1980s and 1990s.) The leading Canadian banks have very stable earnings streams from their personal and commercial business, and most can cover their dividends from earnings from those business lines. Before the current financial crisis began, the Canadian banks were paying out 40% to 50% of their earnings as dividends. This percentage is higher now because earnings have declined, but we do not expect any of the major Canadian banks to cut their dividends.

The Fund is limited to 15% leverage, and leverage at end of year was 12.5%, a level MFC Global considered comfortable. As the value of the Fund's assets declined during year, the Investment Advisor reduced leverage in order to keep leverage below 15%.

Like nearly all equity-focused funds, the Fund produced negative returns in 2008. The main detractors from performance were large positions in the financial sector, particularly the big banks, followed by insurance and diversified financials. A top performing holding was Fairfax Financial Holdings Ltd. (3.6% of net assets), a financial services holding company that realized substantial gains from investments based on negative views of subprime mortgages and monoline insurers; this stock was up more than 25% during the year. Other contributors were positions added late in the year including Sun Life Financial Inc. (4.6% of net assets); George Weston Ltd. (1.1% of net assets); Loblaw Ltd. (1.0% of net assets); Open Text Corp. (1.0% of net assets), a software company; and Shaw Communications Inc. (1.0% of net assets), a provider of cable television and other communication services.

Outlook

During 2008 the Canadian equity market experienced its third worst decline in history, with a decline of 36% in the broad S&P/TSX Composite Index ("S&P/TSX") from its peak during the year to its lowest level. The price-earnings ratio of the composite is now less than 10x, based on earnings over the last 12 months, slightly higher based on projected earnings for 2009; the consensus estimate is that earnings of the S&P/TSX will be down approximately 10% for the year. The Canadian market has never in the last 25 years been cheaper on a price-earnings basis. Examining trends from past recessions, and considering the consensus forecast that the economy will begin to improve in the third or fourth quarter of 2009, it seems likely that we are near the bottom of the market. Accordingly, we believe that the Fund's large position in equities will eventually be rewarded.

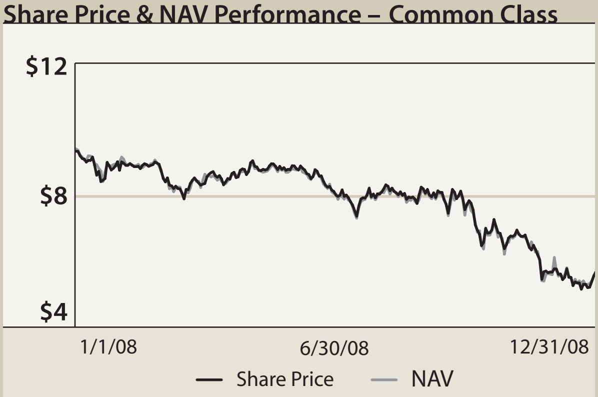
We continue to be comfortable with the Fund's emphasis on Canadian banks, which have stable sources of earnings and are exceptionally well capitalized. Unlike many banks around the world, Canadian banks have not needed or received any capital infusion from government. So Canadian banks, with Tier One capital at approximately 10% of assets, not only have a higher level of capital than most banks around the world; it is permanent capital, unlike government-owned preferred issues, many of which may be recalled in a few years.

Over the past 25 years, the dividend yield on bank stocks has averaged approximately 60% of the yield on 10-year Canadian Government bonds. At the end of 2008, with the decline in the yield on government bonds, the composite yield of the six largest Canadian banks is approximately 2.5 times the yield on 10-year Canadian Government bonds, and the favorable tax treatment of dividends makes the dividend yield even more attractive.

With the relatively small position in bonds and preferreds, strong representation in Canadian banks, and the addition of a number of holdings outside the financial sector, we believe that the Fund is well positioned for any market environment we may encounter in the months ahead.

Performance **Highlights** | As at December 31, 2008

Claymore Canadian Financial Monthly Income Fund ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (08/16/05)	Market	NAV
One year	-34.60%	-34.83%
Three years - annualized	-10.44%	-11.52%
Since inception - annualized	-9.31%	-7.98%

Sector Mix	% of Fund's Net Asset Value
Corporate Bonds	14.7
Real Estate Investment Trusts	6.5
Income Trusts	
Energy	1.2
Telecommunication Services	0.9
Financials	0.6
Equities	
Financials	69.3
Consumer Staples	3.8
Energy	2.0
Consumer Discretionary	1.8
Information Technology	1.8
Industrials	0.8
Preferred Shares	
Financials	6.4
Utilities	0.4
Consumer Staples	0.4
Cash and Cash Equivalents	3.2
Net Other Assets	(13.8)
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Toronto-Dominion Bank	11.0
Bank of Nova Scotia	10.2
Royal Bank of Canada	9.8
Canadian Imperial Bank of Commerce	9.2
National Bank of Canada	5.6
Manulife Financial Corp.	5.3
Sun Life Financial Inc.	4.6
Fairfax Financial Holdings Ltd.	3.7
Canadian Real Estate Investment Trust	3.4
Cash and Cash Equivalents	3.2
RioCan Real Estate Investment Trust	3.0
Power Corporation of Canada	2.9
Bank of Montreal	2.1
Power Financial Corp.	2.0
GE Capital Canada Funding Co.	2.0
Wells Fargo Financial Canada Corp.	2.0
Sun Life Financial Inc., Variable	1.5
Merrill Lynch Canada Finance Co.	1.5
Great-West Lifeco Inc., 4.85% PFD., Series H	1.5
IGM Financial Inc.	1.4
Power Corp. of Canada., 5.0% PFD., Series D	1.4
Bank of Montreal	1.4
Great-West Lifeco Inc.	1.3
Citigroup Finance Canada Inc.	1.3
National Bank of Canada, 4.85% PFD.	1.3
	92.6
Total Net Asset Value	**$103,475,774**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Par value, Number of Shares/Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets
	Short Term Investments					
400,000	Canada Treasury Bills	0.900%	16-Apr-09	$ 398,888	$ 398,988	
930,000	Canada Treasury Bills	2.471%	22-Jan-09	925,371	929,563	
190,000	Canada Treasury Bills	0.000%	2-Apr-09	189,593	189,584	
1,540,000	Canada Treasury Bills	1.729%	5-Mar-09	1,534,681	1,537,767	
270,000	Canada Treasury Bills	1.841%	19-Feb-09	268,820	269,700	
				3,317,353	3,325,602	3.23%
	Canadian Bonds					
	Corporate Bonds					
1,370,000	Bank of Montreal	5.050%	3-Sep-13	1,371,658	1,399,592	
624,000	Bank of Montreal	5.100%	21-Apr-21	628,268	551,984	
489,000	Bank of Montreal, Variable Callable	4.870%	22-Apr-20	503,891	439,626	
526,000	BC Ferry Services Inc.	6.214%	19-Dec-13	526,000	535,552	
1,625,000	Citigroup Finance Canada Inc.	4.750%	17-Mar-14	1,672,142	1,365,179	
2,188,000	GE Capital Canada Funding Co.	4.650%	11-Feb-15	2,207,435	2,021,909	
81,000	Great-West Lifeco Delaware Finance LP	5.691%	21-Jun-67	81,000	63,480	
1,471,000	Great-West Lifeco Inc.	6.140%	21-Mar-18	1,675,305	1,364,029	
1,451,000	IGM Financial Inc.	6.580%	7-Mar-18	1,684,933	1,463,087	
1,605,000	Merrill Lynch Canada Finance Co.	5.000%	18-Feb-14	1,665,433	1,508,251	
1,040,000	Sun Life Financial Inc.	4.800%	23-Nov-35	1,025,530	916,510	
1,596,000	Sun Life Financial Inc., Variable	5.120%	26-Jun-18	1,595,505	1,524,834	
2,222,000	Wells Fargo Financial Canada Corp.	4.380%	30-Jun-15	2,193,034	2,015,043	
				16,830,134	15,169,076	14.73
	Real Estate Investment Trusts					
156,406	Canadian Real Estate Investment Trust			3,699,972	3,530,083	
230,508	RioCan Real Estate Investment Trust			4,956,364	3,148,739	
				8,656,336	6,678,822	6.49
	Income Trusts					
	Energy					
78,389	Pembina Pipeline Income Fund			1,187,819	1,182,106	1.15
	Financials					
	Diversified Financials					
35,700	Davis & Henderson Income Fund			505,135	595,833	0.58
	Telecommunication Services					
40,746	Bell Aliant Regional Communications Income Fund			1,184,382	956,309	0.93
	Total Income Trusts			2,877,336	2,734,248	2.66

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Par value, Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Energy			
25,800	Enbridge Inc.	$ 999,768	$ 1,019,100	
33,400	Husky Energy Inc.	1,045,003	1,030,390	
		2,044,771	2,049,490	1.99%
	Industrials			
	Transportation			
18,208	Canadian National Railway Co.	891,002	814,626	0.79
	Consumer Discretionary			
	Consumer Durables & Apparel			
30,200	Dorel Industries Inc., Class B	875,800	818,722	0.80
	Media			
48,180	Shaw Communications Inc., Class B	1,037,484	1,040,206	1.01
	Total Consumer Discretionary	1,913,284	1,858,928	1.81
	Consumer Staples			
	Food & Staples Retailing			
59,370	Alimentation Couche Tard Inc.	883,305	832,961	
18,304	George Weston Ltd.	996,371	1,091,652	
30,000	Loblaw Co. Ltd.	883,218	1,048,200	
19,116	Shoppers Drug Mart Corp.	966,526	918,141	
		3,729,420	3,890,954	3.78
	Financials			
	Banks			
70,369	Bank of Montreal	4,219,013	2,196,920	
315,625	Bank of Nova Scotia	13,963,989	10,462,969	
185,972	Canadian Imperial Bank of Commerce	14,239,192	9,478,993	
22,572	Laurentian Bank of Canada	959,277	774,445	
186,444	National Bank of Canada	10,351,111	5,833,833	
281,308	Royal Bank of Canada	12,150,967	10,127,088	
261,444	Toronto-Dominion Bank	15,016,594	11,351,898	
		70,900,143	50,226,146	48.77
	Diversified Financials			
31,348	IGM Financial Inc.	1,343,826	1,110,346	
134,864	Power Corporation of Canada	4,370,323	2,995,329	
85,262	Power Financial Corp.	3,013,476	2,019,857	
		8,727,625	6,125,532	5.95
	Insurance			
9,711	Fairfax Financial Holdings Ltd.	3,035,793	3,708,341	
60,254	Great-West Lifeco Inc.	1,838,969	1,246,655	
264,659	Manulife Financial Corp.	9,138,094	5,494,322	
167,690	Sun Life Financial Inc.	4,515,088	4,754,012	
		18,527,944	15,203,330	14.76
	Total Financials	98,155,712	71,555,008	69.48

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Par value, Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Information Technology			
	Software & Services			
28,048	Open Text Corp.	$ 1,029,229	$ 1,028,240	
22,100	Thomson Reuters Corp.	778,970	786,760	
		1,808,199	1,815,000	1.76%
	Total Canadian Common Stocks	108,542,388	81,984,006	79.61
	Canadian Preferred Stocks			
	Consumer Staples			
	Food & Staples Retailing			
25,088	George Weston Ltd., 5.20% PFD., Series III	638,975	415,457	0.40
	Financials			
	Banks			
83,647	National Bank of Canada, 4.85% PFD.	2,055,658	1,303,220	1.27
	Insurance			
41,815	E-L Financial Corp. Ltd., 5.30% PFD., Series 1	1,048,044	631,406	
94,304	Great-West Lifeco Inc., 4.85% PFD., Series H	2,259,859	1,472,085	
85,319	Power Corp. of Canada., 5.0% PFD., Series D	2,102,275	1,406,057	
		5,410,178	3,509,548	3.40
	Real Estate			
41,815	Brookfield Asset Management Inc., 2.10% PFD., Series 4	1,020,292	406,860	
35,125	Brookfield Properties Corp., 5.20% PFD., Series I	926,132	662,106	
40,436	Brookfield Properties Corp., 6.00% PFD., Series F	1,091,141	627,162	
		3,037,565	1,696,128	1.65
	Total Financials	10,503,401	6,508,896	6.32
	Utilities			
16,730	Fortis Inc., 4.9% PFD., Callable/Convertible, Series E	454,815	418,417	0.41
	Total Canadian Preferred Stocks	11,597,191	7,342,770	7.13
		151,820,738	117,234,524	113.85%
	Transaction costs (note 2)	(76,518)	–	
	Total Investments including Short Term Investments	$ 151,744,220	$ 117,234,524	113.85%
	Liabilities less other assets		(14,263,676)	(13.85)
	Net Assets		$ 102,970,848	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 113,908,922	$ 176,357,908
Cash and cash equivalents	3,348,792	8,965,898
Accrued dividends and income receivable	692,470	1,012,966
Interest rate swap	–	127,115
Swap interest receivable [(1)]	–	19,782
	117,950,184	186,483,669
Liabilities		
Loan facility [(2)]	12,933,960	23,134,110
Interest rate swap [(1)]	742,291	–
Distributions payable	1,006,201	936,736
Service fee payable	96,483	175,593
Accounts payable	80,470	751,443
Accrued management fees	95,379	139,002
Swap interest payable [(1)]	24,552	–
	14,979,336	25,136,884
Net assets representing unitholders' equity	$ 102,970,848	$ 161,346,785
Units outstanding [(3)]	18,294,556	17,031,568
Net assets per unit (note 2)	$ 5.63	$ 9.47
Net asset value per unit (note 2)	$ 5.66	$ 9.49

(1) Refer to note E of the Claymore ETF Specific Notes to Financial Statements

(2) Refer to note D of the Claymore ETF Specific Notes to Financial Statements

(3) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

		2008		2007
Income				
Interest	$	2,633,622	$	4,387,144
Dividends		4,822,773		5,981,455
Swap interest		–		123,398
Securities lending (note 5)		25,527		3,505
		7,481,922		10,495,502
Expenses				
Management fee (note 4)		1,433,129		1,973,572
Interest on loan facility and related expenses		1,021,455		1,416,459
Service fee (note 4)		438,855		748,401
Legal fees		148,545		285,688
Swap interest		87,859		–
Shareholder reporting		59,502		95,054
Audit fees		46,988		25,682
Director fees		41,145		41,018
Custodial fees		18,910		54,245
Other general and administrative		98,032		293,204
Trustee fees		4,993		5,424
		3,399,413		4,938,747
Net investment income		4,082,509		5,556,755
Net realized gain (loss) on sale of investments		(16,966,671)		6,238,329
Net realized loss on swap investments		(308,200)		–
Net realized loss on foreign exchange		(185)		–
Transaction costs (note 2)		(188,741)		(43,546)
Change in unrealized appreciation (depreciation) in value of swap investments		(869,405)		37,164
Change in unrealized depreciation in value of investments		(42,570,145)		(19,841,386)
Net loss on investments		(60,903,347)		(13,609,439)
Decrease in net assets from operations	$	(56,820,838)	$	(8,052,684)
Decrease in net assets from operations per unit	$	(3.28)	$	(0.43)

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | **For the year ended December 31**

	2008	2007
Net assets, beginning of the year	$ 161,346,785	$ 186,726,918
Decrease in net assets from operations	(56,820,838)	(8,052,684)
Capital unit transactions [3]		
Issuance of units for cash	13,376,260	–
Units issued on acquisition of FDI	–	52,185,031
Units issued on reinvested distributions	91,960	18,341
Shares repurchased for cancellation	–	(57,471,020)
Shares redeemed	(3,659,000)	–
Issuance costs	88,818	–
	9,898,038	(5,267,648)
Distribution to unitholders		
Net investment income	–	(709,643)
Return of capital	(11,453,137)	(11,350,158)
	(11,453,137)	(12,059,801)
Decrease in net assets for the year	(58,375,937)	(25,380,133)
Net assets, end of the year	$ 102,970,848	$ 161,346,785

[3] Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Cash Flows** | **For the year ended December 31**

	2008	2007
Cash flows from operating activities		
Decrease in net assets from operations	$ (56,820,838)	$ (8,052,684)
Items not affecting cash:		
Net realized (gain) loss on sale of investments	16,966,671	(6,238,329)
Transaction costs (note 2)	188,741	43,546
Change in unrealized depreciation in value of investments	42,570,145	19,841,386
Change in unrealized (appreciation) depreciation in value of short term investments	(16,762)	14,375
Change in unrealized (appreciation) depreciation in value of swap investments	869,405	(37,164)
Change in non-cash working capital items	(428,876)	594,779
	3,328,486	6,165,909
Cash flows from investing activities		
Purchase of investments	(77,659,622)	(65,388,004)
Proceeds from sale of investments	80,399,814	94,462,971
	2,740,192	29,074,967
Cash flows from financing activities		
Units issued on acquisition of FDI	–	52,185,031
Issuance of units for cash	13,376,260	–
Shares repurchased for cancellation	–	(57,471,020)
Shares redeemed	(3,659,000)	–
Issuance cost	88,818	–
Distribution to unitholders	(11,291,712)	(11,978,970)
Loan facility paid	(10,200,150)	(11,495,240)
	(11,685,784)	(28,760,199)
Net increase (decrease) in cash and cash equivalents	(5,617,106)	6,480,677
Cash and cash equivalents, beginning of the year	8,965,898	2,485,221
Cash and cash equivalents, end of the year	$ 3,348,792	$ 8,965,898

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has the following investment objectives: (i) to maximize total return for Unitholders, consisting of distributions and capital appreciation; and (ii) to provide Unitholders with a stable stream of monthly cash distributions of $0.05 per Unit ($0.60 per annum, representing a 6.0% per annum yield on the issue price of $10.00 per Unit).

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $5,695,446; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF holds interest bearing financial assets. As a result, the Claymore ETF is subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

The table below summarizes the Claymore ETF's exposure to interest rate risk. Table includes the Claymore ETF's assets at fair values, categorized by the earlier of contractual re-pricing or maturity dates.

	Less than 1 month	1 - 3 months	3 months - 1 year	3 - 5 years	More than 5 years	Total
As at December 31, 2008						
Bonds	–	–	–	1,935,144	13,233,932	15,169,076
Short-term investments	929,563	1,807,467	588,572	–	–	3,325,602
	929,563	1,807,467	588,572	1,935,144	13,233,932	18,494,678

At December 31, 2008, should interest rates have decreased by 25 basis points with all other variables remaining constant, the increase in net assets for the period would amount to approximately $222,456. Conversely, if interest rates had risen by 25 basis points, the decrease in net assets would amount to approximately $181,582.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. The Claymore ETF's credit risk concentration is investments in debt instruments. The Claymore ETF limits its exposure to credit loss by placing its investments and short-term investments with high credit quality government and financial institutions. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

All transactions in listed securities are settled for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

As at December 31, 2008, the Claymore ETF invested in debt instruments with the following credit ratings:

Debt instruments by credit ratings	Percentage of investment category (%)
AAA/Aaa/AAA/Bonds A++	20.70
AA/Aa/AA/Bonds A+	11.35
A/A/A/Bonds A	50.67
BBB/Baa/BBB/Bonds B++	12.29
BB/Ba/BB/Bonds B+	4.99
Total debt instruments category	**100.00**

The ratings are first obtained from Standard & Poor's, then Moody's if a rating from Standard & Poor's is not available, then DBRS if a rating from Moody's is not available, then CBRS if a rating from DBRS is not available.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

	December 31, 2008	December 31, 2007
Units outstanding, beginning of the year	17,031,568	17,484,923
Units issued:		
For cash	1,650,062	–
Units issued on reinvested distributions	12,926	1,661
Units issued on acquisition of FDI	–	4,931,384
Issuance cost	–	–
	18,694,556	22,417,968
Units redeemed / repurchased	(400,000)	(5,386,400)
Units outstanding, end of the year	18,294,556	17,031,568

At a special meeting of the unitholders of the Claymore ETF and Canadian Financial Dividend & Income Fund ("FDI") (the "Unitholders") held on December 21, 2006, the Unitholders approved: (i) the merger of the Claymore ETF with FDI (the "Merger"); and (ii) the change of the Claymore ETF into exchange-traded funds (the "Conversion Proposal").

On January 16, 2007 the Merger was implemented. Pursuant to the Merger, all of the assets of FDI were transferred to the Claymore ETF in consideration for the issuance of 4,931,384 units (the "Units") of the Claymore ETF to FDI. The exchange ratio used to determine the Units was 0.902969, calculated based on the relative net asset value ("NAV") of each of the Claymore ETF and FDI on January 15, 2007. As at January 15, 2007, the NAV per unit of each of the Claymore ETF and FDI were $10.5822 and $9.5554, respectively.

Pursuant to the Merger, all of the units of FDI were redeemed on January 16, 2007 and FDI unitholders received their Claymore ETF units on such date. The Claymore ETF is the continuing fund and will continue to trade under the symbol FIE.UN. The units of FDI ceased to trade on January 16, 2007.

D) Loan Facility

Under the terms of its revolving loan facility, the Claymore ETF is authorized to borrow an amount not exceeding 15% of its NAV at either the prime rate of interest or the bankers' acceptance rate plus a fixed percentage for various purposes including purchasing additional securities for the Claymore ETF's portfolio and for working capital purposes. The balance outstanding at December 31, 2008 was $12,933,960 [2007: $23,134,110] at a bankers' acceptance rate of 2.05% with a maturity date of March 2, 2009. The bankers' acceptance had a face value of $13 million.

During the period ended December 31, 2008, the minimum and maximum amounts of borrowings were $13 million and $24.1 million, respectively.

E) Interest Rate Swap

The Claymore ETF holds one interest rate swap with RBC Capital Markets acting as the counterparty. This swap has a notional value of $13,000,000 and a termination date on November 16, 2010. The Claymore ETF pays a fixed rate of 4.09% and receives a floating rate based on the three-month banker's acceptance rate.

Auditors' **Report**

To the Unitholders of
Claymore Canadian Financial Monthly Income ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, changes in net assets, and cash flows for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, changes in net assets, and cash flows for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Canadian Fundamental Index ETF (the "Fund") has been designed to replicate the performance of the FTSE RAFI Canada Index (the "Index"), which comprises the Canadian stocks represented amongst the constituents of the FTSE RAFI Developed ex US 1000 Index. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

The Index weights constituents using four accounting factors, rather than market capitalization. These four factors include:

- **Total cash dividends** (five-year average of all regular and special distributions)
- **Free cash flow** (five-year average of operating income plus depreciation)
- **Total sales** (five-year average total sales)
- **Book equity value** (current period book equity value)

The Fund seeks to offer an investment strategy based on fundamental factors with the highlights of a passive investment: lower turnover costs and transparent rules-based selection. Fundamental Indexation™ was designed with the objective of overcoming shortcomings of traditional market capitalization-based indices. By using fundamental factors rather than market capitalization to weight stocks, Fundamental Indexation™ seeks to take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind. In addition, Fundamental Indexation™ seeks to decrease exposure to high P/E stocks during episodes of P/E expansion with the intention of avoiding over-exposure to more overvalued stocks.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -31.63%, representing a change in NAV to $7.89 on December 31, 2008, from $11.80 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -32.04%, representing a change in NAV to $7.89 on December 31, 2008, from $11.80 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -31.57%, representing a change in market price to $7.85 on December 31, 2008, from $11.74 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -31.69%, representing a change in market price to $7.89 on December 31, 2008, from $11.73 on December 31, 2007.

For the 12-month period ended December 31, 2008, the FTSE RAFI Canada Index returned -31.15%, and the S&P/TSX Composite Index, which measures overall performance of the Canadian equity market, returned -33.00%.

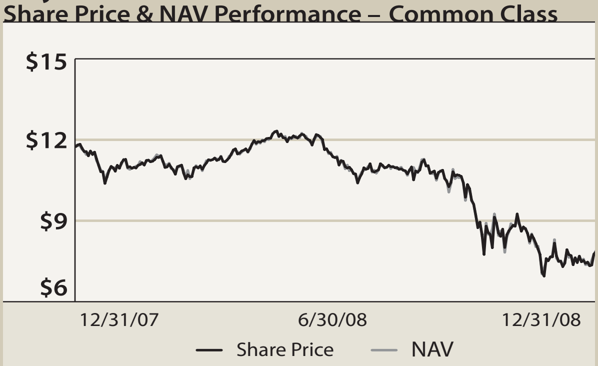
During 2008 the Fund's Common Units paid quarterly dividends per share of $0.0560 on March 31, $0.0540 on June 30, $0.0590 on September 30, and $0.0600 on December 31. The Fund's Advisor Class Units paid quarterly dividends per share of $0.0330 on March 31, $0.0322 on June 30, $0.0382 on September 30, and $0.0470 on December 31.

The Fund's Investments and Performance Attribution

For the 12-month period ended December 31, 2008, all ten industry sectors in the Index and the Fund posted negative returns. The strongest sectors were utilities and health care; the weakest was technology. The large financials sector detracted most from return of the S&P/TSX Composite Index and the Fund. Among the positions that contributed to the Fund's return were two gold mining companies, Barrick Gold Corp. (2.5% of net assets) and Goldcorp Inc. (1.8% of net assets); Metro Inc. (1.7% of total investments), Canada's third largest food retailer; and Fairfax Financial Holdings Ltd. (1.4% of net assets), a financial services holding company that realized substantial gains from investments based on negative views of subprime mortgages and monoline insurers. The positions that detracted most from performance were in the financials sector; these included Manulife Financial Corp. (4.1% of net assets); Toronto-Dominion Bank (5.4% of net assets); and Royal Bank of Canada (7.3% of net assets).

Performance **Highlights** | As at December 31, 2008

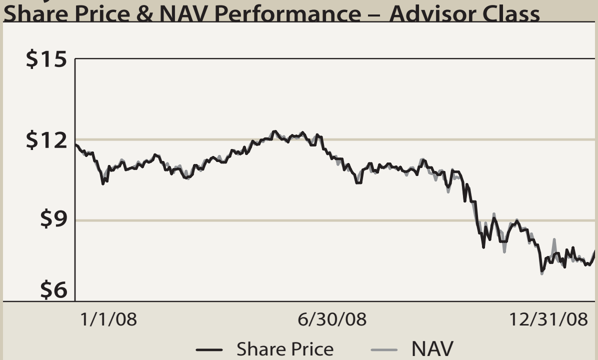
Claymore Canadian Fundamental Index ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (2/22/06)	Market	NAV
One year	-31.57%	-31.63%
Since inception - annualized	-6.51%	-6.36%

Claymore Canadian Fundamental Index ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (9/8/06)	Market	NAV
One year	-31.69%	-32.04%
Since inception - annualized	-8.78%	-8.77%

Sector Mix	% of Fund's Net Asset Value
Real Estate Investment Trusts	0.6
Equities	
Financials	43.3
Energy	21.9
Consumer Staples	8.0
Consumer Discretionary	8.0
Materials	5.6
Industrials	4.6
Telecommunications Services	3.0
Information Technology	2.4
Utilities	2.2
Net Other Assets	0.2
Cash and Cash Equivalents	0.2
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Royal Bank of Canada	7.3
Toronto-Dominion Bank	5.4
Bank of Nova Scotia	5.2
EnCana Corp.	4.8
Canadian Imperial Bank of Commerce	4.2
Manulife Financial Corp.	4.1
Bank of Montreal	3.7
TransCanada Corp.	3.6
Sun Life Financial Inc.	3.0
Power Corp. of Canada	2.7
Barrick Gold Corp.	2.5
Canadian National Railway Co.	2.5
Canadian Natural Resources Ltd.	2.3
Petro-Canada	2.3
Enbridge Inc.	2.3
Talisman Energy Inc.	2.0
Goldcorp Inc.	1.8
BCE Inc.	1.8
George Weston Ltd.	1.8
Metro Inc., Class A	1.7
Magna International Inc., Class A	1.7
Loblaw Cos Ltd.	1.6
Brookfield Asset Management Inc., Class A	1.5
Rogers Communications Inc., Class B	1.5
Thomson Reuters Corp.	1.5
	72.8
Total Net Asset Value	**$55,385,774**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description		Average Cost		Fair Value	% of Net Assets
	Real Estate Investment Trusts					
24,451	RioCan Real Estate Investment Trust	$	469,239	$	334,001	0.61%
	Canadian Common Stocks					
	Energy					
3,201	Addax Petroleum Corp.		108,498		67,509	
26,612	Canadian Natural Resources Ltd.		1,781,484		1,297,335	
31,764	Enbridge Inc.		1,218,926		1,254,678	
46,276	EnCana Corp.		2,915,818		2,626,163	
16,520	Husky Energy Inc.		639,011		509,642	
16,247	Imperial Oil Ltd.		744,922		665,640	
27,860	Nexen Inc.		795,397		593,975	
48,251	Petro-Canada		2,154,639		1,283,959	
29,499	Suncor Energy Inc.		1,255,678		699,716	
91,438	Talisman Energy Inc.		1,547,245		1,113,715	
59,555	TransCanada Corp.		2,145,484		1,970,079	
			15,307,102		12,082,411	21.89
	Materials					
31,500	Barrick Gold Corp.		1,203,153		1,407,420	
11,355	Gerdau Ameristeel Corp.		143,889		84,368	
26,423	Goldcorp Inc.		909,258		1,013,586	
13,792	Nova Chemicals Corp.		337,308		80,545	
3,785	Potash Corp. of Saskatchewan		403,151		338,833	
29,968	Teck Cominco Ltd., Class B		923,471		179,508	
			3,920,230		3,104,260	5.62
	Industrials					
	Capital Goods					
861	Bombardier Inc., Class A		4,370		3,823	
97,869	Bombardier Inc., Class B		497,244		432,581	
14,215	Finning International Inc.		335,535		202,422	
54,652	Norbord Inc.		224,631		37,163	
			1,061,780		675,989	1.22
	Transportation					
30,883	Canadian National Railway Co.		1,568,538		1,381,705	
11,347	Canadian Pacific Railway Ltd.		666,795		463,638	
			2,235,333		1,845,343	3.34
	Total Industrials		3,297,113		2,521,332	4.56
	Consumer Discretionary					
	Automobiles & Components					
26,160	Magna International Inc., Class A		1,838,802		957,979	1.74

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Media			
75,925	CanWest Global Communications Corp.	$ 282,105	$ 59,222	
25,714	Quebecor Inc., Class B	628,767	504,766	
22,820	Rogers Communications Inc., Class B	861,024	834,756	
28,320	Shaw Communications Inc., Class B	591,507	611,429	
23,405	Thomson Reuters Corp.	900,167	833,218	
		3,263,570	2,843,391	5.15 %
	Retailing			
9,798	Canadian Tire Corp. Ltd., Class A, Non-Voting Shares	608,663	425,723	
12,169	Sears Canada Inc.	257,923	212,958	
		866,586	638,681	1.16
	Total Consumer Discretionary	5,968,958	4,440,051	8.05
	Consumer Staples			
	Food & Staples Retailing			
26,354	Alimentation Couche-Tard Inc., Class B	388,421	369,747	
5,681	Empire Co. Ltd., Class A	231,147	275,529	
16,747	George Weston Ltd.	900,923	998,791	
49,742	Jean Coutu Group PJC Inc., Class A	474,535	407,387	
25,347	Loblaw Cos Ltd.	826,503	885,624	
26,064	Metro Inc., Class A	704,629	963,065	
11,006	Shoppers Drug Mart Corp.	549,226	528,618	
		4,075,384	4,428,761	8.02
	Financials			
	Banks			
66,390	Bank of Montreal	3,329,948	2,072,696	
86,973	Bank of Nova Scotia	3,938,923	2,883,153	
45,391	Canadian Imperial Bank of Commerce	3,185,153	2,313,579	
21,345	National Bank of Canada	1,047,643	667,885	
9,237	Onex Corp.	251,650	166,358	
111,792	Royal Bank of Canada	5,314,229	4,024,512	
68,912	Toronto-Dominion Bank	4,201,467	2,992,159	
		21,269,013	15,120,342	27.40
	Diversified Financials			
9,191	IGM Financial Inc.	411,732	325,545	0.59
	Insurance			
2,026	Fairfax Financial Holdings Ltd.	612,813	773,669	
16,937	Great-West Lifeco Inc.	513,515	350,427	
3,813	ING Canada Inc.	132,537	120,491	
108,388	Manulife Financial Corp.	3,721,129	2,250,135	
66,799	Power Corp. of Canada	2,147,915	1,483,606	
30,952	Power Financial Corp.	1,063,542	733,253	
59,075	Sun Life Financial Inc.	2,542,655	1,674,776	
		10,734,106	7,386,357	13.38

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Real Estate			
45,812	Brookfield Asset Management Inc., Class A	$ 1,297,041	$ 849,354	
23,801	Brookfield Properties Corp.	396,794	221,349	
		1,693,835	1,070,703	1.94%
	Total Financials	34,108,686	23,902,947	43.31
	Information Technology			
	Software & Services			
40,370	CGI Group Inc., Class A	405,548	383,515	0.69
	Technology Hardware & Equipment			
117,914	Celestica Inc.	838,842	650,885	
105,637	Nortel Networks Corp.	649,793	33,805	
4,530	Research In Motion Ltd.	360,439	224,054	
		1,849,074	908,744	1.65
	Total Information Technology	2,254,622	1,292,259	2.34
	Telecommunication Services			
40,084	BCE Inc.	1,380,412	1,004,104	
5,482	Manitoba Telecom Services Inc.	214,422	194,447	
6,595	TELUS Corp.	311,316	245,070	
5,536	TELUS Corp., Non-Voting Shares	252,033	190,992	
		2,158,183	1,634,613	2.96
	Utilities			
9,543	Atco Ltd., Class I	413,209	359,485	
10,309	Canadian Utilities Ltd., Class A, Special Shares	452,346	416,587	
18,472	TransAlta Corp.	520,148	448,870	
		1,385,703	1,224,942	2.22
	Total Canadian Common Stocks	72,475,981	54,631,576	98.97
		72,945,220	54,965,577	99.58%
	Transaction costs (note 2)	(2,213)		
	Total Investments	$ 72,943,007	54,965,577	99.58%
	Other assets less liabilities		232,964	0.42
	Net Assets		$ 55,198,541	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 54,965,577	$ 47,377,635
Cash	111,033	–
Dividends receivable	167,286	149,487
Due from brokers	–	2,255,111
	55,243,896	49,782,233
Liabilities		
Bank indebtedness	–	96,860
Due to brokers	–	2,213,381
Accrued management fees	24,762	27,314
Accrued service fees	20,593	54,120
	45,355	2,391,675
Net assets representing unitholders' equity	$ 55,198,541	$ 47,390,558
Net assets representing unitholders' equity		
Advisor Class	$ 12,469,455	$ 24,565,266
Common	36,439,601	22,825,292
Institutional Class	6,289,485	–
	$ 55,198,541	$ 47,390,558
Units outstanding (1)		
Advisor Class	1,585,055	2,085,055
Common	4,636,000	1,936,000
Institutional Class	781,962	–
	7,003,017	4,021,055
Net assets per unit (note 2)		
Advisor Class	$ 7.87	$ 11.78
Common	$ 7.86	$ 11.79
Institutional Class	$ 8.04	$ –
Net asset value per unit (note 2)		
Advisor Class	$ 7.89	$ 11.80
Common	$ 7.89	$ 11.80
Institutional Class	$ 8.07	$ –

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

	2008	2007
Income		
Dividends	$ 1,440,030	$ 648,215
Interest	18,611	1,529
	1,458,641	649,744
Expenses		
Management fees (note 4)	301,576	192,332
Service fees (note 4)	103,877	101,615
Director fees	6,000	–
Interest and bank charges	2,853	–
	414,306	293,947
Net investment income	1,044,335	355,797
Net realized gain (loss) on sale of investments	(316,475)	280,253
Net realized gain (loss) on foreign exchange	1,574	(128)
Transaction costs (note 2)	(2,561)	–
Change in unrealized depreciation in value of investments	(19,712,536)	(99,024)
Change in unrealized appreciation (depreciation) on foreign exchange	(72)	64
Net gain (loss) on investments	(20,030,070)	181,165
Increase (decrease) in net assets from operations	$ (18,985,735)	$ 536,962
Increase (decrease) in net assets from operations		
Advisor Class	$ (5,604,639)	$ (136,450)
Common	(10,594,057)	673,412
Institutional Class	(2,787,039)	–
	(18,985,735)	$ 536,962
Increase (decrease) in net assets from operations per unit		
Advisor Class	$ (3.58)	$ (0.13)
Common	$ (3.88)	$ 0.50
Institutional Class	$ (3.58)	$ –

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | **For the year ended December 31**

	2008	2007
Net assets, beginning of the year		
Advisor Class	$ 24,565,266	$ 7,801,945
Common	22,825,292	12,263,288
Institutional Class	–	–
	47,390,558	20,065,233
Increase (decrease) in net assets from operations		
Advisor Class	(5,604,639)	(136,450)
Common	(10,594,057)	673,412
Institutional Class	(2,787,039)	–
	(18,985,735)	536,962
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	1,477,000	–
Common	24,921,460	10,164,285
Institutional Class	9,100,000	–
Units issued on acquisition of RFI:		
Advisor Class	–	19,357,661
Common	–	–
Institutional Class	–	–
Payment on redemption of units:		
Advisor Class	(7,740,560)	(2,360,260)
Common	–	–
Institutional Class	(23,476)	–
	27,734,424	27,161,686
Distribution to unitholders		
From net investment income:		
Advisor Class	(114,246)	(67,212)
Common	(357,927)	(189,798)
Institutional Class	–	–
From return of capital:		
Advisor Class	(113,366)	(30,418)
Common	(355,167)	(85,895)
Institutional Class	–	–
	(940,706)	(373,323)
Increase (decrease) in net assets for the year		
Advisor Class	(12,095,811)	16,763,321
Common	13,614,309	10,562,004
Institutional Class	6,289,485	–
	7,807,983	27,325,325
Net assets, end of the year		
Advisor Class	12,469,455	24,565,266
Common	36,439,601	22,825,292
Institutional Class	6,289,485	–
	$ 55,198,541	$ 47,390,558

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The investment strategy of the Claymore ETF is to invest in and hold the constituent securities of the FTSE RAFI Canada Index in the same proportion as they are reflected in the FTSE RAFI Canada Index. Claymore Investments, Inc. (the "Manager"), a registered investment counsel and portfolio manager, is the trustee and manager of the Claymore ETF and is responsible for the administration of the Claymore ETF.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $2,748,279; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional units. Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding, beginning of year	2,085,055	1,936,000	–
Units issued for cash	200,000	2,700,000	784,747
Units redeemed	(700,000)	–	(2,785)
Units outstanding, end of year	1,585,055	4,636,000	781,962

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units outstanding, beginning of year	700,000	1,100,000
Units issued for cash	–	836,000
Units issued on acquisition of RFI	1,585,055	–
Units redeemed	(200,000)	–
Units outstanding, end of year	2,085,055	1,936,000

At a special meeting of the unitholders of the Claymore Canadian Fundamental 100 Monthly Income ETF ("RFI") (the "Unitholders") held on September 24, 2007, the Unitholders approved the merger of the RFI (the "Merger") with the Claymore ETF. A meeting of Claymore ETF unitholders was not required to implement the Merger.

On October 1, 2007 the Merger was implemented. Pursuant to the Merger, all of the assets of RFI were transferred to the Claymore ETF in consideration for the issuance of 1,585,055 Advisor Class units (the "Units") of the Claymore ETF to RFI. The exchange ratio used to determine the Units was 0.8615, calculated based on the relative net asset value ("NAV") of each of the Advisor Class units of Claymore ETF and RFI on September 28, 2007. As at September 28, 2007, the NAV per unit of each of the Advisor Class units of Claymore ETF and RFI were $12.2126 and $10.5209, respectively.

Pursuant to the Merger, all of the units of RFI were redeemed on October 1, 2007 and RFI unitholders received their units on such date. The Claymore ETF is continuing its operations and will continue to trade under the symbols CRQ and CRQ.A. The units of RFI ceased to trade on October 1, 2007.

Auditors' **Report**

To the Unitholders of
Claymore Canadian Fundamental Index ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore CDN Dividend & Income Achievers ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of Mergent's Canadian Dividend & Income Achievers™ Index (the "Index"), net of expenses. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

The Index seeks to identify and select a diversified group of dividend and distribution paying companies which have consistently increased their annual dividends and payouts to shareholders each year for five years or more. The Index represents a diversified portfolio of leading high yield equity securities in Canada weighted based on dividend yield and quality. The manager of the Fund, Claymore Investments, Inc. believes that dividend indices demonstrate unique risk and return characteristics relative to other measures of stock market performance.

Mergent's Canadian Dividend & Income Achievers Index consists of some of the issuers in Mergent's Canadian Dividend Achievers and a group of Canadian income trusts and Real Estate Investment Trusts ("REITs"). Canadian income trusts and REITs constitute up to 30% of the total weight of the Index and Mergent's Canadian Dividend Achievers™ constitutes the remaining balance.

The Mergent's Canadian Dividend & Income Achievers Index is reconstituted on a yearly basis effective at the close of the last trading day in January, according to Mergent's proprietary screening methodology.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -30.49%, representing a change in NAV to $14.35 on December 31, 2008, from $21.59 on December 31, 2007. The Fund's Advisor Class Units generated a total return of -30.98% on an NAV basis, representing a change in NAV to $14.37 on December 31, 2008, from $21.59 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -30.04%, representing a change in market price to $14.34 on December 31, 2008, from $21.44 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -31.53%, representing a change in market price to $14.19 on December 31, 2008, from $21.50 on December 31, 2007.

For the 12-month period ended December 31, 2008, the Mergent's Canadian Dividend & Income Achievers™ Index returned -30.47%, and the Dow Jones Canada Select Dividend Index, which measures the performance of top dividend-yielding stocks in Canada, returned -30.80%.

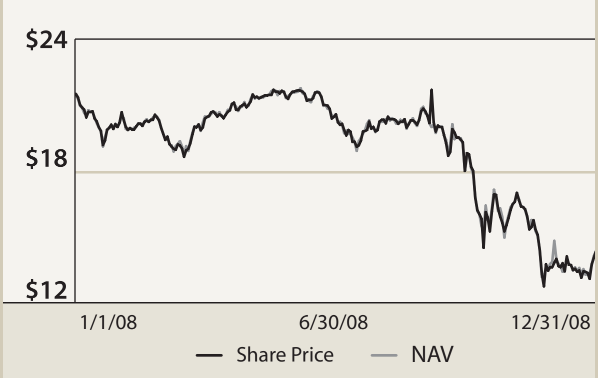
During 2008 the Fund's Common Units paid monthly dividends of $0.0610 per share in January and February; $0.0700 in each month from March through August; $0.0735 in September, October and November; and $0.0715 in December. The Fund's Advisor Class Units paid monthly dividends of $0.0455 per share in January and February; $0.0570 in each month from March through August; $0.0600 in September, October and November; and $0.0650 in December.

The Fund's Investments and Performance Attribution

During 2008, the consumer services, consumer goods, telecommunications, technology and health care sectors made positive contributions to the Fund's return. The greatest detractor was the financials sector; other sectors that detracted were oil & gas, industrials, basic materials and utilities. Positions that contributed to return included two food retailers, Metro Inc. (2.6% of net assets) and Empire Company Limited (1.7% of net assets), and Thomson Reuters Corporation (2.6% of net assets), a provider of electronically delivered information. Positions that detracted from performance included two banks, National Bank of Canada (2.8% of net assets) and Bank of Montreal (3.2% of net assets), and AGF Management Limited (1.2% of net assets), a wealth management firm.

Performance **Highlights** | As of December 31, 2008

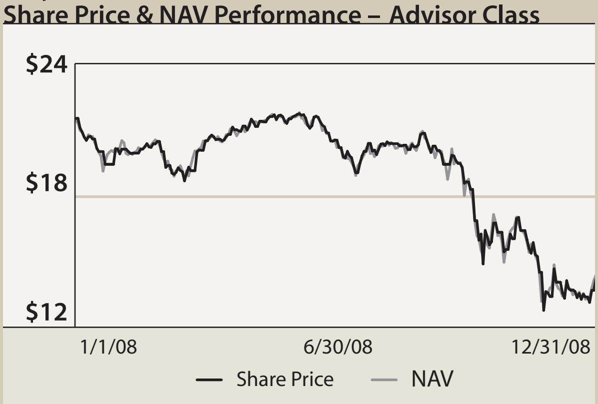
Claymore CDN Dividend & Income Achievers ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (09/08/06)	Market	NAV
One year	-30.04%	-30.49%
Since inception - annualized	-9.89%	-9.86%

Claymore CDN Dividend & Income Achievers ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (09/08/06)	Market	NAV
One year	-31.53%	-30.98%
Since inception - annualized	-11.01%	-10.53%

Sector Mix	% of Fund's Net Asset Value
Real Estate Investment Trusts	8.6
Income Trusts	
Energy	5.0
Financials	4.5
Industrials	2.2
Utilities	1.6
Equities	
Financials	36.0
Energy	12.9
Materials	6.8
Industrials	6.4
Utilities	6.2
Consumer Discretionary	5.0
Consumer Staples	4.3
Net Other Assets	0.5
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Russel Metals Inc.	4.8
Canadian Imperial Bank of Commerce	3.8
Bank of Montreal	3.2
IGM Financial Inc.	3.0
TransCanada Corp.	2.9
Royal Bank of Canada	2.9
Davis & Henderson Income Fund	2.9
Enbridge Inc.	2.9
National Bank of Canada	2.8
Fortis Inc.	2.6
Metro Inc., Class A	2.6
Thomson Reuters Corp.	2.6
Shaw Communications Inc.	2.5
Canadian Utilities Ltd., Class A	2.4
Bank of Nova Scotia	2.4
Toronto-Dominion Bank	2.2
Great-West Lifeco Inc.	2.2
Livingston International Income Fund	2.2
Power Financial Corp.	2.0
AltaGas Income Trust	1.9
Power Corp. of Canada	1.7
Empire Co. Ltd., Class A	1.7
Cathedral Energy Services Income Trust	1.7
CI Financial Income Fund	1.6
Husky Energy Inc.	1.6
	63.1
Total Net Asset Value	**$32,877,517**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Real Estate Investment Trusts			
9,911	Boardwalk Real Estate Investment Trust	$ 370,151	$ 253,226	
35,507	Calloway Real Estate Investment Trust	705,411	401,939	
17,492	Canadian Real Estate Investment Trust	478,850	394,794	
31,371	Cominar Real Estate Investment Trust	656,268	502,250	
44,216	H&R Real Estate Investment Trust	849,618	329,409	
30,312	Northern Property Real Estate Investment Trust	638,282	491,054	
33,769	RioCan Real Estate Investment Trust	718,601	461,285	
	Total Real Estate Investment Trusts	4,417,181	2,833,957	8.65%
	Income Trusts			
	Energy			
35,636	AltaGas Income Trust	888,322	613,296	
85,887	Cathedral Energy Services Income Trust	776,162	548,818	
75,981	Parkland Income Fund	845,374	483,239	
		2,509,858	1,645,353	5.02
	Industrials			
	Transportation			
86,965	Livingston International Income Fund	1,364,677	712,243	2.17
	Financials			
	Diversified Financials			
36,920	CI Financial Income Fund	908,277	534,602	
56,666	Davis & Henderson Income Fund	986,506	945,756	
		1,894,783	1,480,358	4.52
	Utilities			
59,888	Energy Savings Income Fund	812,533	519,229	
140,157	Energy Savings Income Fund, Temporary Units	–	4,972	
		812,533	524,201	1.60
	Total Income Trusts	6,581,851	4,362,155	13.31

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Energy			
4,417	Cameco Corp.	$ 141,111	$ 92,536	
1,950	Canadian Natural Resources Ltd.	124,371	95,063	
23,726	Enbridge Inc.	888,334	937,177	
5,136	EnCana Corp.	334,557	291,468	
35,187	Ensign Energy Services Inc.	610,538	463,413	
17,100	Husky Energy Inc.	681,270	527,535	
4,128	Imperial Oil Ltd.	180,620	169,124	
17,716	Talisman Energy Inc.	272,674	215,781	
28,870	TransCanada Corp.	1,101,412	955,020	
110,789	Trinidad Drilling Ltd.	1,077,266	483,040	
		5,412,153	4,230,157	12.90%
	Materials			
14,601	CCL Industries, Class B, Non-Voting Shares	484,971	364,149	
22,063	Methanex Corp.	526,158	301,160	
82,486	Russel Metals Inc.	1,873,983	1,564,757	
		2,885,112	2,230,066	6.81
	Industrials			
	Capital Goods			
16,332	Finning International Inc.	405,659	232,568	
4,754	SNC-Lavalin Group Inc.	176,798	188,639	
17,880	Toromont Industries Ltd.	457,920	409,452	
		1,040,377	830,659	2.54
	Commercial Services & Supplies			
33,671	BFI Canada Ltd.	738,806	348,832	
41,124	Transcontinental Inc., Class A	735,647	404,249	
		1,474,453	753,081	2.30
	Transportation			
11,119	Canadian National Railway Co.	561,351	497,464	1.52
	Total Industrials	3,076,181	2,081,204	6.36
	Consumer Discretionary			
	Media			
37,631	Shaw Communications Inc.	756,086	812,453	
23,582	Thomson Reuters Corp.	951,175	839,519	
		1,707,261	1,651,972	5.04
	Consumer Staples			
	Food & Staples Retailing			
11,400	Empire Co. Ltd., Class A	495,663	552,900	
22,954	Metro Inc., Class A	694,709	848,150	
		1,190,372	1,401,050	4.28

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Financials			
	Banks			
33,199	Bank of Montreal	$ 1,913,573	$ 1,036,473	
23,734	Bank of Nova Scotia	1,128,488	786,782	
24,449	Canadian Imperial Bank of Commerce	1,847,475	1,246,166	
15,087	Canadian Western Bank	358,994	186,023	
9,589	Home Capital Group Inc.	319,364	186,698	
29,619	National Bank of Canada	1,477,466	926,779	
26,394	Royal Bank of Canada	1,320,135	950,184	
16,554	Toronto-Dominion Bank	1,069,270	718,775	
		9,434,765	6,037,880	18.43%
	Diversified Financials			
41,386	AGF Management Ltd., Class B, Non-Voting Shares	1,029,772	388,201	
54,959	Guardian Capital Group Ltd., Class A	490,838	242,369	
27,869	IGM Financial Inc.	1,317,948	987,120	
		2,838,558	1,617,690	4.94
	Insurance			
34,543	Great-West Lifeco Inc.	1,073,410	714,695	
17,674	Industrial Alliance Insurance and Financial Services Inc.	611,740	405,618	
19,228	Manulife Financial Corp.	695,816	399,173	
24,968	Power Corp. of Canada	836,036	554,539	
27,995	Power Financial Corp.	990,676	663,202	
18,309	Sun Life Financial Inc.	803,029	519,060	
		5,010,707	3,256,287	9.94
	Real Estate			
12,065	Brookfield Asset Management Inc., Class A	369,989	223,685	
14,598	Brookfield Properties Corp.	260,122	135,761	
25,826	First Capital Realty Inc.	629,894	487,078	
		1,260,005	846,524	2.58
	Total Financials	18,544,035	11,758,381	35.89
	Utilities			
10,203	Atco Ltd., Class I	501,764	384,347	
19,705	Canadian Utilities Ltd., Class A	868,038	796,279	
35,321	Fortis Inc.	923,334	868,544	
		2,293,136	2,049,170	6.25
	Total Canadian Common Stocks	35,108,250	25,402,000	77.53
		46,107,282	32,598,112	99.49
	Transaction costs (note 2)	(56)	–	
	Total Investments	$ 46,107,226	32,598,112	99.49%
	Other assets less liabilities		169,221	0.51
	Net Assets		$ 32,767,333	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	32,598,112	$	39,182,931
Cash		16,113		148,369
Dividends receivable		188,050		149,478
Due from brokers		–		1,373,288
		32,802,275		40,854,066
Liabilities				
Accrued management fees		15,993		58,039
Accrued service fees		18,317		24,763
Due to brokers		–		1,440,401
Distribution payable		632		–
		34,942		1,523,203
Net assets representing unitholders' equity	$	32,767,333	$	39,330,863
Net assets representing unitholders' equity				
Advisor Class	$	10,740,393	$	12,930,553
Common		21,886,171		26,400,310
Institutional Class		140,769		–
	$	32,767,333	$	39,330,863
Units outstanding (1)				
Advisor Class		750,000		600,000
Common		1,529,800		1,224,800
Institutional Class		9,523		–
		2,289,323		1,824,800
Net assets per unit (note 2)				
Advisor Class	$	14.32	$	21.55
Common	$	14.31	$	21.55
Institutional Class	$	14.78	$	–
Net asset value per unit (note 2)				
Advisor Class	$	14.37	$	21.59
Common	$	14.35	$	21.59
Institutional Class	$	14.83	$	–

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

		2008		2007
Income				
Dividends	$	1,144,857	$	663,731
Interest		764,839		623,272
Other		–		1,474
		1,909,696		1,288,477
Expenses				
Management fees (note 4)		227,464		186,163
Service fees (note 4)		90,115		79,671
Director fees		6,000		–
Interest and bank charges		749		829
		324,328		266,663
Net investment income		1,585,368		1,021,814
Net realized loss on sale of investments		(172,839)		(57,126)
Net realized loss on foreign exchange		(103)		(80)
Transaction costs (note 2)		(80)		–
Change in unrealized depreciation in value of investments		(14,196,845)		(12,885)
Net loss on investments		(14,369,867)		(70,091)
Increase (decrease) in net assets from operations	$	(12,784,499)	$	951,723
Increase (decrease) in net assets from operations				
Advisor Class	$	(4,766,410)	$	405,168
Common		(7,960,015)		546,555
Institutional Class		(58,074)		–
	$	(12,784,499)	$	951,723
Increase (decrease) in net assets from operations per unit				
Advisor Class	$	(7.24)	$	0.87
Common	$	(6.35)	$	0.63
Institutional Class	$	(6.13)	$	–

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | For the year ended December 31

	2008	2007
Net assets, beginning of the year		
Advisor Class	$ 12,930,553	$ 8,378,975
Common	26,400,310	8,382,340
Institutional Class	–	–
	39,330,863	16,761,315
Increase (decrease) in net assets from operations		
Advisor Class	(4,766,410)	405,168
Common	(7,960,015)	546,555
Institutional Class	(58,074)	–
	(12,784,499)	951,723
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	3,028,350	4,441,640
Common	4,504,969	18,196,420
Institutional Class	200,000	–
Payment on redemption of units:		
Advisor Class	–	–
Common	–	–
Institutional Class	(525)	–
	7,732,794	22,638,060
Distribution to unitholders		
From net investment income:		
Advisor Class	(404,053)	(265,065)
Common	(946,538)	(650,927)
Institutional Class	(565)	–
From return of capital:		
Advisor Class	(48,047)	(30,165)
Common	(112,555)	(74,078)
Institutional Class	(67)	–
	(1,511,825)	(1,020,235)
Increase (decrease) in net assets for the year		
Advisor Class	(2,190,160)	4,551,578
Common	(4,514,139)	18,017,970
Institutional Class	140,769	–
	(6,563,530)	22,569,548
Net assets, end of the year		
Advisor Class	10,740,393	12,930,553
Common	21,886,171	26,400,310
Institutional Class	140,769	–
	$ 32,767,333	$ 39,330,863

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Mergent's Canadian Dividend & Income Achievers Index provided by Mergent Inc. ("Mergent"). The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the Mergent's Canadian Dividend & Income Achievers Index in the same proportion as they are reflected in the Mergent's Canadian Dividend & Income Achievers Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $1,629,906; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash and amounts due from brokers. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian dollars. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional Class units. Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding, beginning of year	600,000	1,224,800	–
Units issued for cash	150,000	305,000	9,557
Units redeemed	–	–	(34)
Units outstanding, end of year	750,000	1,529,800	9,523

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units outstanding, beginning of year	400,000	400,000
Units issued for cash	200,000	824,800
Units outstanding, end of year	600,000	1,224,800

Auditors' **Report**

To the Unitholders of
Claymore CDN Dividend & Income Achievers ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Equal Weight Banc & Lifeco ETF (the "Fund" or "CEW") was created to provide investors with a diversified equal weighted investment in a portfolio (the "CEW Portfolio") of Canadian banks and life insurance companies. The Fund invests, on an equally weighted basis, in common shares of the largest Canadian banks and Canadian life insurance companies. Inclusion in the CEW Portfolio is based on the following criteria: (i) the minimum market capitalization to be included in the CEW Portfolio is $5 billion for banks and $1.5 billion for life insurance companies; and (ii) the companies must be Canadian banking or Canadian life insurance companies. The CEW Portfolio will be rebalanced (i) semi-annually, to adjust for changes in the market value of investments; and (ii) to reflect the impact of a merger, acquisition or other significant corporate action or event of or affecting one or more of the Canadian banks or life insurance companies in the CEW Portfolio.

The Fund was previously a closed-end fund, units of which were offered to the public under a prospectus and issued at the closing of its initial public offering on May 16, 2007. The Fund converted to an ETF on February 6, 2008. As part of the conversion to an ETF, the units of the closed-end fund were converted to Advisor Class Units and a new class of Common Units was created.

Fund and Market Performance

All Fund returns cited—whether based on NAV or market price—assume the reinvestment of all distributions. For the Fund's Advisor Class Units, this report discusses the annual period from December 31, 2007, through December 31, 2008. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -37.29% over this period, representing a change in NAV to $4.89 on December 31, 2008, from $8.39 on December 31, 2007. For the same period the Fund's Advisor Class Units generated a total return, on a market price basis, of -33.08% representing a change in market price to $4.90 on December 31, 2008, from $7.88 on December 31, 2007.

For the Fund's Common Units, this report discusses the abbreviated annual period from the Fund's inception date as an ETF of February 6, 2008, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -32.94%, representing a change in NAV to $5.09 on December 31, 2008, from $7.87 on February 6, 2008. On a market price basis, the Fund's Common Units generated a total return of -33.62%, representing a change in market price to $5.08 on December 31, 2008, from $7.87 on February 6, 2008.

For the period from the inception of the Fund's Common Units as an ETF through December 31, 2008, the S&P/TSX Composite Index, a widely used measure of the broad Canadian stock market, returned -21.32%. For the period from December 31, 2007, through December 31, 2008, the S&P/TSX Composite Index returned -33.00%.

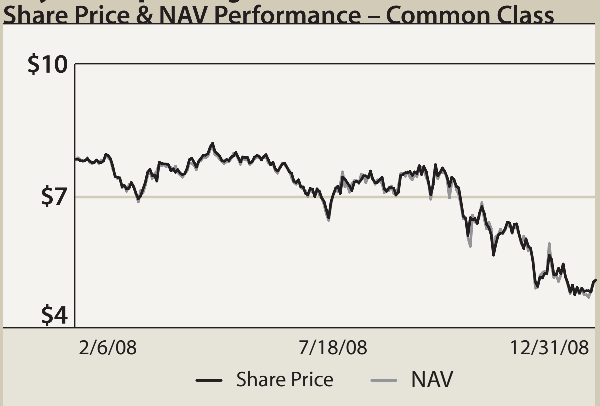
During 2008, the Fund's Common Units paid quarterly dividends of $0.0417 on March 31, $0.0640 on June 30, $0.0660 on September 30, and $0.0680 on December 31. The Fund's Advisor Class Units paid targeted monthly dividends of $0.0417 in each month during 2008.

The Fund's Investments and Performance Attribution

During 2008, all of the Fund's ten holdings had negative returns, as did most stocks in the financial sector. Positions that detracted most from performance included two insurance companies, Great-West Lifeco Inc. (9.9% of net assets) and Manulife Financial Corp. (10.2% of net assets). Positions that detracted least from performance included two banks, Royal Bank of Canada (9.3% of net assets) and Bank of Nova Scotia (10.0% of net assets).

Fund **Summary** | As at December 31, 2008

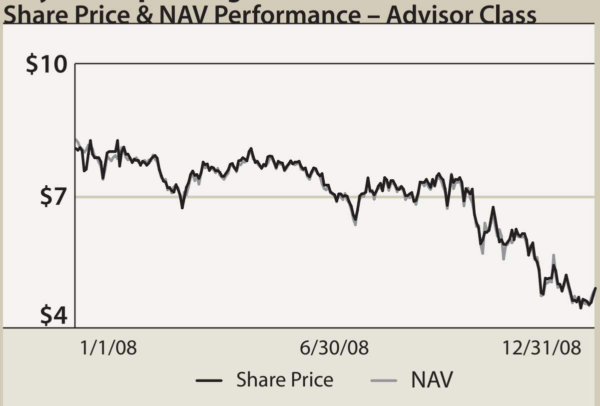
Claymore Equal Weight Banc & Lifeco ETF
Share Price & NAV Performance – Common Class



Total Returns - Common Class

Inception (02/06/08)	Market	NAV
Since inception - cumulative	-33.62%	-32.94%

Claymore Equal Weight Banc & Lifeco ETF
Share Price & NAV Performance – Advisor Class



Total Returns - Advisor Class

Inception (05/16/07)	Market	NAV
One year	-33.08%	-37.29%
Since inception - annualized	-30.99%	-28.07%

Sector Mix	% of Fund's Net Asset Value
Financials	100.1
Net Other Assets	0.2
Cash and Cash Equivalents	(0.3)
	100.0

Top Issuers	% of Fund's Net Asset Value
Sun Life Financial Inc.	12.1
Industrial Alliance Insurance and Financial Services Inc.	11.2
Canadian Imperial Bank of Commerce	11.1
Manulife Financial Corp.	10.2
Bank of Nova Scotia	10.0
Great-West Lifeco Inc.	9.8
Toronto-Dominion Bank	9.4
Royal Bank of Canada	9.3
Bank of Montreal	8.7
National Bank of Canada	8.3
Cash and Cash Equivalents	(0.3)
	99.8
Total Net Asset Value	**$40,617,282**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares	Description	Average Cost	Fair Value	% of Net Assets
	Common Stock			
	Financials			
	Banks			
112,560	Bank of Montreal	$ 6,047,710	$ 3,514,123	
121,659	Bank of Nova Scotia	5,832,811	4,032,996	
88,641	Canadian Imperial Bank of Commerce	6,766,059	4,518,032	
107,908	National Bank of Canada	5,826,660	3,376,441	
104,325	Royal Bank of Canada	5,341,879	3,755,700	
87,960	Toronto-Dominion Bank	5,574,616	3,819,223	
		35,389,735	23,016,515	56.87%
	Insurance			
192,767	Great-West Lifeco Inc.	6,117,821	3,988,349	
195,810	Industrial Alliance Insurance and Financial Services Inc.	6,499,668	4,493,841	
198,549	Manulife Financial Corp.	6,618,906	4,121,877	
172,054	Sun Life Financial Inc.	6,900,655	4,877,731	
		26,137,050	17,481,798	43.19
		61,526,785	40,498,313	100.06
	Transaction costs (note 2)	(5,311)	–	
	Total Investments	$ 61,521,474	40,498,313	100.06%
	Liabilities less other assets		(24,506)	(0.06)
	Net Assets		$ 40,473,807	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	40,498,313	$	29,503,262
Cash		–		181,864
Dividends receivable		199,578		107,891
		40,697,891		29,793,017
Liabilities				
Bank indebtedness		138,532		–
Distribution payable		–		146,887
Accounts payable		–		5,176
Accrued service fees		66,591		22,730
Accrued management fees		18,961		14,085
Startup costs payable		–		65,024
		224,084		253,902
Net assets representing unitholders' equity	$	40,473,807	$	29,539,115
Net assets representing unitholders' equity				
Advisor Class	$	33,509,104	$	29,539,115
Common		6,964,703		–
	$	40,473,807	$	29,539,115
Units outstanding (1)				
Advisor Class		6,876,000		3,525,000
Common		1,374,000		–
		8,250,000		3,525,000
Net assets per unit (note 2)				
Advisor Class	$	4.87	$	8.38
Common	$	5.07	$	–
Net asset value per unit (note 2)				
Advisor Class	$	4.89	$	8.39
Common	$	5.09	$	–

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period from May 16, 2007* to December 31, 2007
Income		
Dividends	$ 1,570,867	$ 640,025
Interest	188	–
Other	–	2,605
Securities lending	1,438	–
	1,572,493	642,630
Expenses		
Service fees (note 4)	234,130	58,550
Management fees (note 4)	210,535	106,841
Director fees	4,500	–
Interest and bank charges	1,302	872
Startup costs	–	416,750
Other	250	10,742
	450,717	593,755
Net investment income	1,121,776	48,875
Net realized loss on sale of investments	(623,586)	(13,839)
Net realized gain on foreign exchange	–	2
Transaction costs (note 2)	–	(6,294)
Change in unrealized depreciation in value of investments	(18,347,790)	(2,675,371)
Net loss on investments	(18,971,376)	(2,695,502)
Decrease in net assets from operations	$ (17,849,600)	$ (2,646,627)
Decrease in net assets from operations		
Advisor Class	$ (15,729,665)	$ (2,646,627)
Common	(2,119,935)	–
	$ (17,849,600)	$ (2,646,627)
Decrease in net assets from operations per unit		
Advisor Class	$ (3.20)	$ (0.75)
Common	$ (3.28)	$ –

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period from May 16, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 29,539,115	$ –
Common	–	–
	$ 29,539,115	$ –
Decrease in net assets from operations		
Advisor Class	(15,729,665)	(2,646,627)
Common	(2,119,935)	–
	(17,849,600)	(2,646,627)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	22,127,774	35,250,000
Common	9,270,808	–
Issuance costs:		
Advisor Class	16,201	(1,962,625)
Common	–	–
	31,414,783	33,287,375
Distribution to unitholders		
From return of capital:		
Advisor Class	(2,444,321)	(1,101,633)
Common	(186,170)	–
	(2,630,491)	(1,101,633)
Increase in net assets for the period		
Advisor Class	3,969,989	29,539,115
Common	6,964,703	–
	$ 10,934,692	$ 29,539,115
Net assets, end of the period		
Advisor Class	$ 33,509,104	$ 29,539,115
Common	6,964,703	–
	$ 40,473,807	$ 29,539,115

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF will seek to provide holders of the Units ("Unitholders") with (i) monthly cash distributions targeted to be $0.04167 per Advisor Class Unit ($0.50 per annum, representing a 5% per annum yield on the issue price of $10.00 per Unit), $0.064 per Common Class Unit; and (ii) the potential for capital appreciation from the Portfolio.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a Claymore ETF are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a Claymore ETF is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $2,024,916; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash and amounts due from brokers. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	Common Units	Advisor Class Units	Common Units
Units outstanding, beginning of period	3,525,000	–	–	–
Units issued for cash	3,351,000	1,374,000	3,525,000	–
	6,876,000	1,374,000	3,525,000	–
Issuance costs	–	–		
	6,876,000	1,374,000	3,525,000	–
Units redeemed	–	–	–	–
Units outstanding, end of period	6,876,000	1,374,000	3,525,000	–

Auditors' **Report**

To the Unitholders of
Claymore Equal Weight Banc & Lifeco ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from May 16, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from May 16, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Global Agriculture ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the MFC Global Agriculture Index (the "Index"), net of expenses. The investment strategy of the Fund is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in that Index.

The Index seeks to provide long-term capital appreciation by investing in equities and equity-related securities of companies involved in the agricultural sector. The Index provider, MFC Global Investment Management ("MFC"), employs a proprietary quantitative multi-factor bottom-up selection process to select and weight the top companies involved in the agriculture sector.

As defined by the Index, agriculture companies are those companies that operate in the following sub-industries:

- Agricultural products
- Fertilizers & agricultural chemicals
- Construction and farm machinery and heavy trucks (only those that cater to farming)
- Packaged foods & meats (only those that are integrated producers of food)

or companies in other sub-industries that in the opinion of MFC derive a substantial portion of their sales from the agricultural sector, such as:

- Crop production
- Raising of livestock
- Fish farming
- Manufacturers of seeds
- Manufacturers of planting, harvesting, crop protection, and irrigation systems
- Manufacturer of market raw or unfinished agriculture and food products

The selection process employed by MFC incorporates a number of factor rankings, including balance sheet ratios, earnings revisions, growth rates, income statement ratios, price momentum factors, profitability ratios, proprietary factors, qualitative factors, stability ratios and valuation ratios. Each factor used in the model is weighted differently based on a proprietary algorithm that calculates the appropriate factor weight that is associated with a more consistent level of out-performance and lower volatility.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -27.29%, representing a change in NAV to $15.52 on December 31, 2008, from $21.46 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -27.84%, representing a change in NAV to $15.48 on December 31, 2008, from $21.45 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -28.52%, representing a change in market price to $15.37 on December 31, 2008, from $21.61 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -30.42%, representing a change in market price to $14.96 on December 31, 2008, from $21.50 on December 31, 2007.

For the 12-month period ended December 31, 2008, the MFC Global Agriculture Index returned -26.95%.

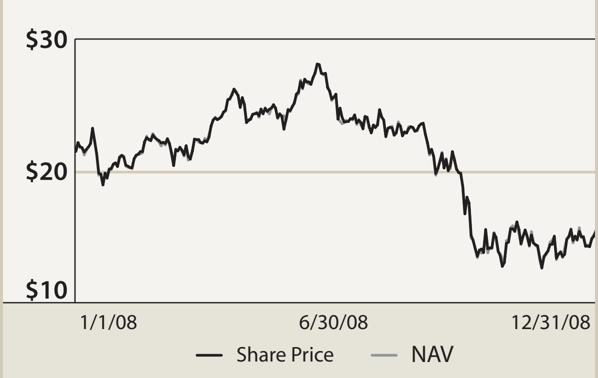
The Fund's Common Units paid a dividend of $0.0775 per share on December 31, 2008.

The Fund's Investments and Performance Attribution

The Fund's holdings are concentrated in the basic materials sector, which was the major detractor from performance during 2008. The strongest contributor to performance was a position in Sociedad Quimica y Minera de Chile SA (6.9% of net assets), a Chilean producer of potassium nitrate, iodine, lithium carbonate and other plant nutrition products. Other positives were fertilizer producer Scotts Miracle-Gro Co. (2.5% of net assets) and FMC Corp. (1.1% of net assets), a diversified global chemical company. Positions that detracted from performance included The Mosaic Company (5.7% of net assets), a U.S.-based producer of phosphate and potash combined, as well as nitrogen and animal feed ingredients; Potash Corp. of Saskatchewan Inc. (7.9% of net assets), an integrated producer of fertilizer and related industrial and feed products; and Agrium Inc. (3.5% of net assets), a global producer and marketer of agricultural nutrients, industrial products and specialty products.

Performance **Highlights** | As at December 31, 2008

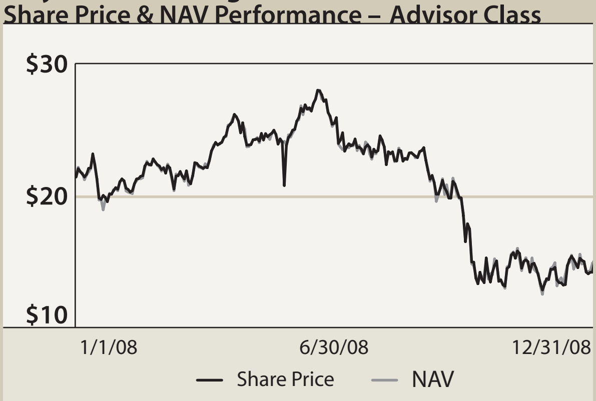
Claymore Global Agriculture ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (12/19/07)	Market	NAV
One Year	-28.52%	-27.29%
Since inception - annualized	-22.13%	-21.37%

Claymore Global Agriculture ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (12/19/07)	Market	NAV
One Year	-30.42%	-27.84%
Since inception - annualized	-24.51%	-21.97%

Sector Mix	% of Fund's Net Asset Value
Materials	52.2
Industrials	22.4
Consumer Staples	23.0
Index Funds	1.6
Health Care	0.6
Cash and Cash Equivalents	0.2
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Syngenta AG, ADR	9.7
Kubota Corp., ADR	9.0
Deere & Co., with PFD. Rights	8.1
Potash Corp. of Saskatchewan	7.9
Monsanto Co.	7.3
Sociedad Quimica y Minera de Chile SA, ADR	6.9
Archer-Daniels-Midland Co.	6.1
The Mosaic Company	5.7
EI Du Pont de Nemours & Co.	5.5
Agrium Inc.	3.5
Perdigao SA, ADR	3.3
CNH Global NV	3.1
Bunge Ltd.	3.0
Scotts Miracle-Gro Co., Class A	2.5
Industrias Bachoco SA de CV, ADR	2.4
Fresh Del Monte Produce Inc.	2.2
AGCO Corp.	1.9
Viterra Inc.	1.6
Market Vectors Agribusiness Exchange Traded Funds	1.6
FMC Corp.	1.1
Cal-Maine Foods Inc.	0.8
Del Monte Foods Co.	0.8
Tyson Foods Inc., Class A	0.7
Calavo Growers Inc.	0.7
CF Industries Holdings, Inc.	0.7
	96.1
Total Net Asset Value	**$207,190,347**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Materials			
174,933	Agrium Inc.	$ 13,707,113	$ 7,254,472	
209,898	Hanfeng Evergreen Inc.	2,289,709	1,181,726	
183,387	Potash Corp. of Saskatchewan	27,045,488	16,416,803	
		43,042,310	24,853,001	12.01%
	Consumer Staples			
	Food & Staples Retailing			
359,089	Viterra Inc.	4,519,239	3,404,164	1.64
	Total Canadian Common Stocks	47,561,549	28,257,165	13.65
	Foreign Common Stocks			
	Materials			
23,094	CF Industries Holdings, Inc.	2,893,826	1,400,682	
361,583	EI Du Pont de Nemours & Co.	16,689,346	11,284,404	
39,884	FMC Corp.	2,301,165	2,196,466	
39,545	Intrepid Potash Inc.	1,753,458	1,012,985	
173,917	Monsanto Co.	20,621,642	15,093,532	
142,834	Scotts Miracle-Gro Co., Class A	4,188,291	5,240,515	
477,491	Sociedad Quimica y Minera de Chile SA, ADR	11,801,193	14,353,496	
413,993	Syngenta AG, ADR	23,244,934	20,003,563	
39,097	Terra Industries Inc.	1,760,806	801,690	
277,425	The Mosaic Company	25,571,512	11,849,915	
		110,826,173	83,237,248	40.22
	Industrials			
	Capital Goods			
132,045	AGCO Corp.	8,361,248	3,845,417	
331,004	CNH Global NV	14,156,567	6,374,577	
352,685	Deere & Co., with PFD. Rights	28,859,551	16,684,224	
418,295	Kubota Corp., ADR	14,217,850	18,626,118	
22,642	Lindsay Corp.	1,848,402	888,585	
		67,443,618	46,418,921	22.43
	Consumer Staples			
	Food & Staples Retailing			
106,596	Calavo Growers Inc.	1,754,875	1,497,534	0.72

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Food Beverage & Tobacco			
353,800	Archer-Daniels-Midland Co.	$ 13,870,905	$ 12,578,934	
97,422	Bunge Ltd.	10,928,138	6,210,646	
47,465	Cal-Maine Foods Inc.	1,434,064	1,681,702	
35,350	Corn Products International Inc.	1,410,730	1,247,226	
124,720	Darling International Inc.	1,779,152	845,283	
178,100	Del Monte Foods Co.	1,515,638	1,565,444	
164,515	Fresh Del Monte Produce Inc.	5,185,584	4,547,295	
276,485	Industrias Bachoco SA de CV, ADR	8,067,828	4,901,393	
147,080	Omega Protein Corp.	1,764,593	724,469	
211,014	Perdigao SA, ADR	10,692,752	6,871,944	
143,102	Tyson Foods Inc., Class A	2,177,240	1,547,545	
		58,826,624	42,721,881	20.65%
	Total Consumer Staples	60,581,499	44,219,415	21.37
	Health Care			
	Pharmaceuticals Biotechnology & Life Sciences			
498,888	Origin Agritech Ltd.	3,316,841	1,213,285	0.59
	Total Foreign Common Stocks	242,168,131	175,088,869	84.61
	Index Funds			
94,000	Market Vectors Agribusiness Exchange Traded Funds	3,017,166	3,202,805	1.55
		292,746,846	206,548,839	99.81%
	Transaction costs (note 2)	(133)		
	Total Investments	$ 292,746,713	$ 206,548,839	99.81%
	Other assets less liabilities		386,440	0.19
	Net Assets		$ 206,935,279	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 206,548,839	$ 11,770,351
Cash	329,318	8,362
Dividends receivable	226,557	1,953
Due from brokers	–	81,589
	207,104,714	11,862,255
Liabilities		
Accrued management fees	112,131	2,014
Accrued service fees	46,570	351
Distribution payable	10,734	–
Due to brokers	–	83,092
	169,435	85,457
Net assets representing unitholders' equity	$ 206,935,279	$ 11,776,798
Net assets representing unitholders' equity		
Advisor Class	$ 26,436,574	$ 1,070,318
Common	179,573,938	10,706,480
Institutional Class	924,767	–
	$ 206,935,279	$ 11,776,798
Units outstanding [(1)]		
Advisor Class	1,710,000	50,000
Common	11,582,000	500,000
Institutional Class	59,732	–
	13,351,732	550,000
Net assets per unit (note 2)		
Advisor Class	$ 15.46	$ 21.41
Common	$ 15.50	$ 21.41
Institutional Class	$ 15.48	$ –
Net asset value per unit (note 2)		
Advisor Class	$ 15.48	$ 21.45
Common	$ 15.52	$ 21.46
Institutional Class	$ 15.50	$ –

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period from December 19, 2007* to December 31, 2007
Income		
Dividends	$ 2,649,172	$ 1,952
Interest	407	–
	2,649,579	1,952
Expenses		
Management fees (note 4)	1,465,007	2,014
Service fees (note 4)	210,273	351
Other	27,304	–
Director fees	6,000	–
Interest and bank charges	5,859	–
	1,714,443	2,365
Net investment income (loss)	935,136	(413)
Net realized gain (loss) on sale of investments	(9,243,199)	2,855
Net realized loss on foreign exchange	(216,796)	(16)
Transaction costs (note 2)	(203)	–
Change in unrealized appreciation (depreciation) in value of investments	(86,701,807)	503,932
Change in unrealized appreciation in foreign exchange	15	-
Net gain (loss) on investments	(96,161,990)	506,771
Increase (decrease) in net assets from operations	$ (95,226,854)	$ 506,358
Increase (decrease) in net assets from operations		
Advisor Class	$ (11,862,786)	$ 70,318
Common	(82,802,509)	436,040
Institutional Class	(561,559)	–
	$ (95,226,854)	$ 506,358
Increase (decrease) in net assets from operations per unit		
Advisor Class	$ (9.41)	$ 1.41
Common	$ (8.94)	$ 1.23
Institutional Class	$ (10.90)	$ –

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period from December 19, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 1,070,318	$ –
Common	10,706,480	–
Institutional Class	–	–
	11,776,798	–
Increase (decrease) in net assets from operations		
Advisor Class	(11,862,786)	70,318
Common	(82,802,509)	436,040
Institutional Class	(561,559)	–
	(95,226,854)	506,358
Capital unit transactions [(1)]		
Issuance of units for cash:		
Advisor Class	37,229,042	1,000,000
Common	256,937,662	10,270,440
Institutional Class	1,500,000	–
Payment on redemption of units:		
Advisor Class	–	–
Common	(4,370,090)	–
Institutional Class	(2,940)	–
	291,293,674	11,270,440
Distribution to unitholders		
From net investment income:		
Advisor Class	–	–
Common	(896,937)	–
Institutional Class	(10,726)	–
From return of capital:		
Advisor Class	–	–
Common	(668)	–
Institutional Class	(8)	–
	(908,339)	–
Increase in net assets for the period		
Advisor Class	25,366,256	1,070,318
Common	168,867,458	10,706,480
Institutional Class	924,767	–
	$ 195,158,481	$ 11,776,798
Net assets, end of the period		
Advisor Class	$ 26,436,574	$ 1,070,318
Common	179,573,938	10,706,480
Institutional Class	924,767	–
	$ 206,935,279	$ 11,776,798

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the MFC Global Agriculture Index, net of expenses. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the MFC Global Agriculture Index in the same proportion as they are reflected in that Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $10,327,442; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian dollar.

Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian dollar relative to the U.S. dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	178,291,674	37,731	120,732	178,450,137	86.23

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $8,922,507.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding, beginning of period	50,000	500,000	–
Units issued for cash	1,660,000	11,398,000	59,911
Units redeemed	–	(316,000)	(179)
Units outstanding, end of period	1,710,000	11,582,000	59,732

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units issued for cash	50,000	500,000
Units outstanding, end of period	50,000	500,000

Auditors' **Report**

To the Unitholders of
Claymore Global Agriculture ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from December 19, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from December 19, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management Discussion & Analysis

Fund Overview

The Claymore Global Infrastructure ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the MFC Global Infrastructure Index™ (the "Index"), net of expenses. The investment strategy of the Fund is to invest in and hold the Constituent Securities of the Index.

The MFC Global Infrastructure Index™ is an index which seeks to provide long-term capital appreciation by investing in companies involved in the infrastructure sector. MFC Global Investment Management ("MFC" or "the Index Provider") employs a proprietary quantitative bottom-up, multi-factor selection process to create a portfolio of top companies involved in the infrastructure sectors. The Index is reconstituted and rebalanced on a quarterly basis.

Infrastructure companies are those companies that operate in the following GICS (Global Industry Classification Standard) Sub-Industries:

- Airport Services
- Construction & Engineering
- Electric Utilities
- Gas Utilities
- Heavy Electrical Equipment
- Highways & Railtracks
- Marine Ports & Services
- Multi-Utilities
- Oil & Gas Storage & Transportation
- Water Utilities

or companies elsewhere classified that in the opinion of MFC derive a substantial portion of their sales or profits from the infrastructure sector. The selection process MFC employs incorporates a number of factor rankings, including balance sheet ratios, earnings revisions and surprises, growth rates, income statement ratios, price momentum factors, profitability ratios, certain proprietary factors, qualitative factors, stability ratios and valuation ratios. Each factor used in the model is weighted differently based on a proprietary algorithm that calculates the appropriate factor weight that is associated with a more consistent level of out-performance and lower volatility. The selection process then identifies a select group of companies that are most likely to generate out-performance in the infrastructure sector. An optimizer is used to calculate the appropriate weighting for each of the select stocks in the Index.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the abbreviated annual period from the Fund's inception date of August 27, 2008, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -22.08%, representing a change in NAV to $15.46 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return of -22.29% on an NAV basis, representing a change in NAV to $15.46 on December 31, 2008, from $20.00 at inception. On a market price basis, the Fund's Common Units generated a total return of -20.40%, representing a change in market price to $15.80 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return, on a market price basis, of -21.30%, representing a change in market price to $15.66 on December 31, 2008, from $20.00 at inception. During the period from inception through December 31, 2008, the MFC Global Infrastructure Index returned -21.70%.

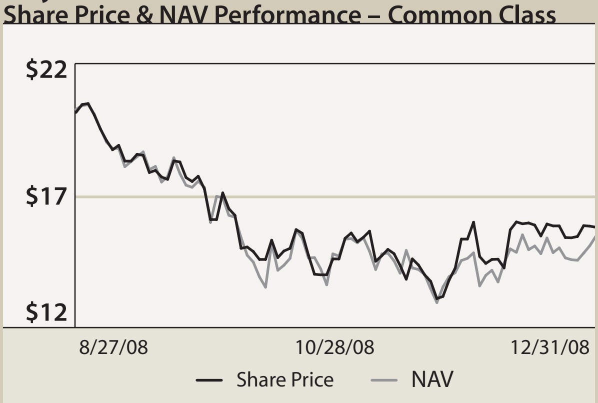
During the period from inception through December 31, 2008 the Fund's Common Units paid a dividend of $0.1190 per share on December 31, 2008. The Fund's Advisor Class Units paid a dividend of $0.0800 per share on December 31, 2008.

The Fund's Investments and Performance Attribution

The Fund's holdings are concentrated in the utilities, industrials, and oil & gas sectors (through energy infrastructure companies), all of which were down for the period from the Fund's inception through December 31, 2008. Among the few holdings that contributed to performance were AECOM Technology Corporation (3.0% of net assets), a global provider of professional technical and management support services to government and commercial clients; and URS Corp. (4.1% of net assets), a provider of engineering, construction and technical services for public agencies and private sector companies. Positions that detracted from performance included Hutchison Whampoa Ltd. (4.7% of net assets), a diversified international company headquartered in Hong Kong; Chicago Bridge & Iron Company NV (2.2% of net assets), an engineering, procurement and construction company; and Williams Cos, Inc. (3.1% of net assets), a natural gas company.

Performance **Highlights** | As at December 31, 2008

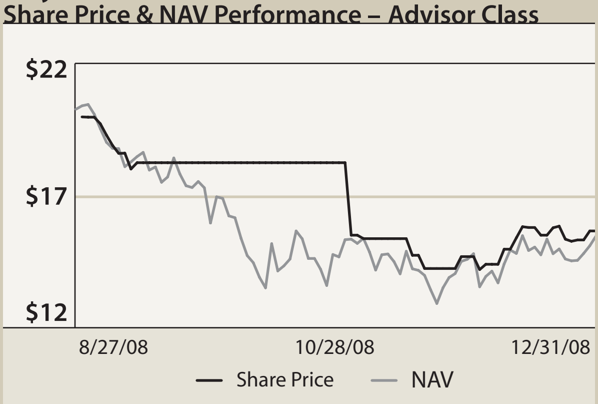
Claymore Global Infrastructure ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (8/27/2008)	Market	NAV
Since inception -cumulative	-20.40%	-22.08%

Claymore Global Infrastructure ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (8/27/2008)	Market	NAV
Since inception -cumulative	-21.30%	-22.29%

Sector Mix	% of Fund's Net Asset Value
Income Trusts	
Financials	1.9
Equities	
Industrials	44.7
Utilities	32.4
Energy	20.6
Cash and Cash Equivalents	0.3
Net Other Assets	0.1
	100.0

Top Issuers	% of Fund's Net Asset Value
Aecon Group Inc.	5.6
Hutchison Whampoa Ltd.	4.7
SNC-Lavalin Group Inc.	4.5
URS Corp.	4.1
E.ON AG, ADR	3.5
Foster Wheeler Ltd.	3.1
Williams Cos. Inc.	3.1
AECOM Technology Corp.	3.0
GDF Suez SA	3.0
Enbridge Inc.	3.0
Progress Energy Inc.	2.9
Fluor Corp.	2.9
Spectra Energy Corp.	2.9
TransCanada Corp.	2.6
Keppel Corp. Ltd., ADR	2.3
RWE AG, ADR	2.2
Bird Construction Income Fund	2.2
Chicago Bridge & Iron Co. NV	2.2
The Hong Kong & China Gas Co., ADR	2.1
Jacobs Engineering Group Inc.	1.9
El Paso Corp.	1.9
Empresas ICA SAB, ADR	1.9
Duke Energy Corp.	1.8
Exelon Corp.	1.8
KBR Inc.	1.6
	70.8
Total Net Asset Value	**$19,098,844**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Income Trusts			
	Financials			
	Diversified Financials			
11,009	GENIVAR Income Fund	$ 232,578	$ 275,555	
8,446	Westshore Terminals Income Fund	115,581	80,575	
		348,159	356,130	1.87%
	Canadian Common Stocks			
	Energy			
14,384	Enbridge Inc.	586,497	568,168	
14,926	TransCanada Corp.	540,905	493,752	
		1,127,402	1,061,920	5.57
	Industrials			
	Capital Goods			
96,513	Aecon Group Inc.	1,053,331	1,058,749	
21,352	Bird Construction Income Fund	508,236	422,983	
21,747	SNC-Lavalin Group Inc.	859,415	862,921	
		2,420,982	2,344,653	12.30
	Utilities			
3,862	Atco Ltd., Class I	167,405	145,482	
4,466	Canadian Utilities Ltd.	182,433	180,471	
8,554	Emera Inc.	190,671	189,728	
4,907	Fortis Inc.	120,553	120,663	
		661,062	636,344	3.34
	Total Canadian Common Stocks	4,209,446	4,042,917	21.21
	Foreign Common Stocks			
	Energy			
3,943	Copano Energy LLC	100,200	56,806	
37,824	El Paso Corp.	531,248	365,147	
2,939	Enbridge Energy Management LLC	124,025	88,710	
5,504	Frontline Ltd.	269,860	201,192	
9,359	GDF Suez SA, ADR	527,689	571,333	
9,755	General Maritime Corp.	147,933	129,463	
2,144	Kinder Morgan Energy Partners, LP	127,088	121,090	
4,546	Kinder Morgan Management LLC	242,243	222,911	
5,908	Knightsbridge Tankers Ltd.	132,695	106,776	
1,733	Overseas Shipholding Group Inc.	103,173	90,090	
5,002	Scottish & Southern Energy Plc, ADR	128,165	111,768	
6,295	Teekay Tankers Ltd.	105,624	98,151	
5,043	Tsakos Energy Navigation Ltd.	146,957	114,053	
32,951	Williams Cos. Inc.	861,279	589,021	
		3,548,179	2,866,511	15.04

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Industrials			
	Capital Goods			
15,146	AECOM Technology Corp.	$ 495,644	$ 571,219	
33,988	Chicago Bridge & Iron Co. NV	733,491	419,584	
44,118	Empresas ICA SAB, ADR	488,971	361,096	
9,987	Fluor Corp.	650,186	553,203	
20,524	Foster Wheeler Ltd.	756,299	592,126	
28,913	Hutchison Whampoa Ltd., ADR	1,151,378	894,474	
6,254	Jacobs Engineering Group Inc.	391,077	371,361	
16,615	KBR Inc.	331,902	310,952	
56,892	Keppel Corp. Ltd., ADR	648,199	431,936	
16,971	McDermott International Inc.	417,008	206,994	
8,756	Quanta Services Inc.	229,023	213,917	
5,779	The Shaw Group Inc.	187,818	145,966	
15,696	URS Corp.	726,235	786,505	
		7,207,231	5,859,333	30.73
	Transportation			
7,177	Aegean Marine Petroleum Network Inc.	150,955	150,267	
3,765	Grupo Aeroportuario del Sureste, ADR	162,589	173,739	
		313,544	324,006	1.70
	Total Industrials	7,520,775	6,183,339	32.43
	Utilities			
4,991	AGL Resources Inc.	172,760	192,421	
7,423	American Electric Power Co. Inc.	291,707	304,511	
5,123	Aqua America Inc.	106,495	130,092	
1,816	CPFL Energia SA, ADR	108,206	87,590	
18,298	Duke Energy Corp.	334,228	339,061	
13,868	E.ON AG, ADR	737,601	667,686	
3,765	EDP Energias de Portugal SA, ADR	180,245	177,550	
10,888	Enersis SA, ADR	187,064	170,705	
4,927	Exelon Corp.	360,354	338,182	
4,226	FirstEnergy Corp.	294,927	253,287	
2,519	International Power Plc, ADR	155,808	109,618	
8,989	Korea Electric Power Corp., ADR	129,052	128,725	
2,766	National Grid PLC, ADR	184,248	172,166	
4,606	Piedmont Natural Gas Co. Inc.	152,484	179,625	
11,384	Progress Energy Inc.	530,068	560,037	
3,815	RWE AG, ADR	405,534	429,284	
28,145	Spectra Energy Corp.	672,203	546,889	
211,984	The Hong Kong & China Gas Co., ADR	469,475	397,778	
5,945	The Southern Co.	243,675	271,108	
3,855	United Utilities Group PLC, ADR	98,525	88,518	
		5,814,659	5,544,833	29.08
	Total Foreign Common Stocks	16,883,613	14,594,683	76.55

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Description	Average Cost	Fair Value	% of Net Assets
	$ 21,441,218	$ 18,993,730	99.63
Transaction costs (note 2)	–		
Total Investments	$ 21,441,218	18,993,730	99.63%
Other assets less liabilities		71,128	0.37
Net Assets		$ 19,064,858	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** As at December 31

		2008
Assets		
Investments, at fair value (note 2)		18,993,730
Cash		48,085
Dividends receivable		33,177
		19,074,992
Liabilities		
Accrued management fees		9,266
Accrued service fees		868
		10,134
Net assets representing unitholders' equity	$	19,064,858
Net assets representing unitholders' equity		
Advisor Class	$	848,851
Common		18,216,007
	$	19,064,858
Units outstanding (1)		
Advisor Class		55,000
Common		1,180,000
		1,235,000
Net assets per unit (note 2)		
Advisor Class	$	15.43
Common	$	15.44
Net asset value per unit (note 2)		
Advisor Class	$	15.46
Common	$	15.46

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** For the period from August 27, 2008* to December 31, 2008

		2008
Income		
Dividends	$	140,485
Interest		5,745
		146,230
Expenses		
Management fees (note 4)		30,439
Service fees (note 4)		868
		31,307
Net investment income		114,923
Net realized loss on sale of investments		(314,137)
Net realized gain on foreign exchange		10,533
Change in unrealized depreciation in value of investments		(2,447,514)
Change in unrealized depreciation in cash		(1,763)
Net loss on investments		(2,752,881)
Decrease in net assets from operations	$	(2,637,958)
Decrease in net assets from operations		
Advisor Class	$	(14,638)
Common		(2,623,320)
	$	(2,637,958)
Decrease in net assets from operations per unit		
Advisor Class	$	(0.72)
Common	$	(3.30)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** For the period from August 27, 2008* to December 31, 2008

		2008
Net assets, beginning of the period		
Advisor Class	$	–
Common		–
		–
Decrease in net assets from operations		
Advisor Class		(14,638)
Common		(2,623,320)
		(2,637,958)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class		1,698,913
Common		20,979,747
Payment on redemption of units:		
Advisor Class		(831,024)
Common		–
		21,847,636
Distribution to unitholders		
From net investment income:		
Advisor Class		(1,939)
Common		(61,881)
From return of capital:		
Advisor Class		(2,461)
Common		(78,539)
		(144,820)
Increase in net assets for the period		
Advisor Class		848,851
Common		18,216,007
	$	19,064,858
Net assets, end of the period		
Advisor Class	$	848,851
Common	$	18,216,007
	$	19,064,858

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the MFC Global Infrastructure Index, net of expenses. The investment strategy of the Claymore ETF is to invest in and hold in the same proportion the Constituent Securities of the MFC Global Infrastructure Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $949,687; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian Dollar. Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian Dollar relative to the U.S. Dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	14,594,683	(224,252)	8,751	14,379,182	75.42

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $718,959.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008	
	Advisor Class Units	**Common Units**
Units issued for cash	100,000	1,180,000
Units redeemed	(45,000)	–
Units outstanding, end of period	55,000	1,180,000

Auditors' Report

To the Unitholders of
Claymore Global Infrastructure ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from August 27, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from August 27, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Global Monthly Advantaged Dividend ETF (the "Fund") seeks investment results that correspond generally to the performance, before its fees and expenses, of an equity index called the Zacks Global Multi-Asset Income Index™ (the "Index"). The Zacks Global Multi-Asset Income Index™ is comprised of approximately 250 securities selected, based on investment and other criteria, from a universe of global companies. The universe of securities within the Index includes: global listed common stocks; American Depositary Receipts paying dividends; Real Estate Investment Trusts ("REITs"); master limited partnerships; and Canadian income trusts.

The companies in the universe are selected using a proprietary methodology developed by Zacks Investment Research, Inc. ("Zacks") designed to identify companies with potentially high income and superior risk return profiles as determined by Zacks. The Index constituent selection methodology utilizes multi-factor proprietary selection rules to identify those securities that offer the greatest potential from a yield and risk return perspective, while maintaining industry diversification. This approach is specifically designed to enhance investment applications and investability. The Index is adjusted quarterly to assure timely stock selections.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. This report discusses the abbreviated annual period from the Fund's inception date of January 15, 2008, for both Common Units and Advisor Class Units, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -40.95%, representing a change in NAV to $11.17 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -41.38%, representing a change in NAV to $11.17 on December 31, 2008, from $20.00 at inception. On a market price basis, the Fund's Common Units generated a total return of -40.75%, representing a change in market price to $11.21 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return, on a market price basis, of -41.57%, representing a change in market price to $11.13 on December 31, 2008, from a midpoint of the bid and ask prices of $20.00 at inception. (The Fund's Advisor Class Units did not trade during the month of January 2008.)

For the period from the Fund's inception date through December 31, 2008, the Zacks Global Multi-Asset Income Index returned -43.99%.

During 2008 the Fund's Common Units paid monthly dividends per share:

Feb. 29, Mar. 31, April 30	May 30	June 30	July 31, Aug. 29	Sept. 30	Oct. 31	Nov. 28	Dec. 31
$0.0890	$0.0900	$0.0886	$0.0865	$0.0825	$0.0742	$0.0715	$0.0710

During 2008 the Fund's Advisor Class Units paid monthly dividends per share:

Feb. 29, Mar. 31, April 30	May 30	June 30	July 31, Aug. 29	Sept. 30	Oct. 31	Nov. 28, Dec. 31
$0.0740	$0.0800	$0.0764	$0.0760	$0.0715	$0.0666	$0.0640

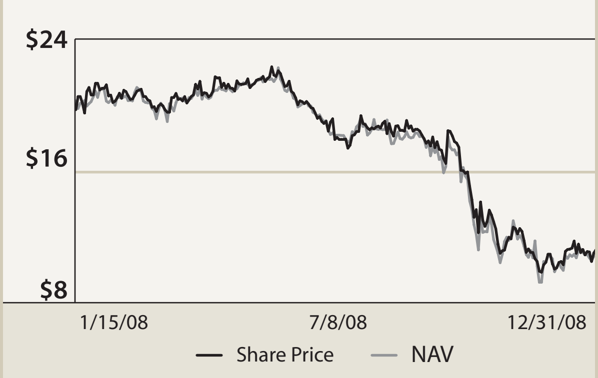
The Fund's Investments and Performance Attribution

The Fund, through a forward agreement with the National Bank of Canada (NBF), seeks to track the Index by obtaining exposure to the performance of two ETFs that trade on NYSE Arca: Claymore/Zacks International Multi-Asset Income Index ETF, to which the forward agreement provides exposure amounting to 60% of the Fund's net assets, and Claymore/Zacks Multi-Asset Income ETF, to which the forward agreement provides exposure amounting to 40% of the Fund's net assets. The Claymore/Zacks Multi-Asset Income ETF seeks investment results that correspond generally to the performance, before the Fund's fees and expenses, of an equity index called the Zacks Multi-Asset Income Index, the constituents of which comprise 60% of the Index and include approximately 125 to 150 securities selected from a universe of domestic and international companies. The Claymore/Zacks International Multi-Asset Income Index ETF seeks investment results that correspond generally to the performance, before the Fund's fees and expenses, of an index called the Zacks International Multi-Asset Income Index, the constituents of which comprise 40% of the Index and include 150 stocks selected from a universe of international companies, global REITs, master limited partnerships, Canadian royalty trusts, American depositary receipts of emerging market companies and U.S. listed closed-end funds that invest in international companies. The companies included in both of these indices are selected using a proprietary strategy developed by Zacks Investment Research, Inc. For the period from the Fund's inception date through December 31, 2008, both of these indices had negative returns, reflecting weakness across global securities markets.

Because the Fund provides exposure to U.S. securities, a currency hedging program is utilized to help protect against movements in the currency exchange rates and has done a good job of protecting against the strengthening Canadian dollar since inception. During the last half of 2008, there was a pronounced weakening of the Canadian dollar ("CAD$") relative to the U.S. dollar ("US$"); the US$-to-CAD exchange rate stood at 0.81 on December 31, 2008, compared with 1.01 on December 31, 2007. The hedge significantly detracted from returns due to the strengthening U.S. dollar during the year.

Performance Highlights | As at December 31, 2008

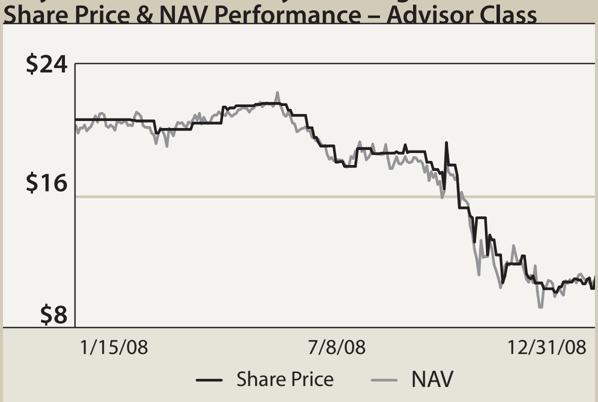
Claymore Global Monthly Advantaged Dividend ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (01/15/08)	Market	NAV
Since inception - cumulative	-40.75%	-40.95%

Claymore Global Monthly Advantaged Dividend ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (01/15/08)	Market	NAV
Since inception - cumulative	-41.57%	-41.38%

Sector Mix	% of Fund's Net Asset Value
Information Technology	21.7
Industrials	21.3
Materials	19.4
Energy	11.1
Consumer Discretionary	9.6
Net Other Assets	7.7
Consumer Staples	4.6
Cash and Cash Equivalents	4.2
Forward Contracts	0.4
	100.0

Top Issuers	% of Fund's Net Asset Value
Stantec Inc.	12.2
Red Back Mining Inc.	9.1
Westjet Airlines Ltd.	8.9
RONA Inc.	8.3
Eldorado Gold Corp.	8.1
CGI Group Inc.	7.6
Research In Motion Ltd.	7.5
Viterra Inc.	4.6
Cash and Cash Equivalents	4.2
Crew Energy Inc.	4.0
Celestica Inc.	3.8
TriStar Oil and Gas Ltd.	3.7
Petrobank Energy and Resources Ltd.	1.8
Galleon Energy Inc., Class A	1.7
Sino-Forest Corp.	1.6
MacDonald Dettwiler & Associates Ltd.	1.6
Aastra Technologies Ltd.	1.3
Gildan Activewear Inc.	1.3
HudBay Minerals Inc.	0.6
Forward Contracts	0.4
	92.3
Total Net Asset Value	**$11,857,474**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Energy			
89,144	Crew Energy Inc.	$ 770,204	$ 468,006	
39,009	Galleon Energy Inc., Class A	750,923	197,776	
10,218	Petrobank Energy and Resources Ltd.	475,648	205,382	
38,767	TriStar Oil and Gas Ltd.	750,917	438,067	
		2,747,692	1,309,231	11.11%
	Materials			
99,752	Eldorado Gold Corp.	821,422	960,612	
24,412	HudBay Minerals Inc.	415,004	74,701	
125,441	Red Back Mining Inc.	770,208	1,067,502	
19,249	Sino-Forest Corp.	415,008	185,560	
		2,421,642	2,288,375	19.41
	Industrials			
	Capital Goods			
48,061	Stantec Inc.	999,669	1,436,063	12.18
	Transportation			
80,864	Westjet Airlines Ltd.	1,010,100	1,058,510	8.98
	Total Industrials	2,009,769	2,494,573	21.16
	Consumer Discretionary			
	Consumer Durables & Apparel			
10,819	Gildan Activewear Inc.	415,017	153,305	1.30
	Retailing			
82,313	RONA Inc.	996,631	986,933	8.37
	Total Consumer Discretionary	1,411,648	1,140,238	9.67
	Consumer Staples			
	Food & Staples Retailing			
57,807	Viterra Inc.	750,913	548,010	4.65
	Information Technology			
	Software & Services			
94,136	CGI Group Inc.	1,086,329	894,292	
8,478	MacDonald Dettwiler & Associates Ltd.	414,998	182,870	
		1,501,327	1,077,162	9.14
	Technology Hardware & Equipment			
12,928	Aastra Technologies Ltd.	414,989	153,068	
78,713	Celestica Inc.	750,922	434,496	
17,900	Research In Motion Ltd.	1,202,935	885,334	
		2,368,846	1,472,898	12.49
	Total Information Technology	3,870,173	2,550,060	21.63
	Total Canadian Common Stocks	13,211,837	10,330,487	87.63
	Total Investments	$ 13,211,837	10,330,487	87.63%
	Other assets less liabilities		1,457,935	12.37
	Net Assets		$ 11,788,422	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Foreign Currency Forward Contracts*

Notional Value	Forwards	Maturity Date	Forward Value	Fair Value	Unrealized gain (loss)
(10,000,000)	USD Forward @ 0.80613	6-Jan-09	(12,404,947)	(12,346,289)	58,658
(800,000)	USD Forward @ 0.82264	6-Jan-09	(972,479)	(987,703)	(15,224)
10,800,000	USD Forward @ 0.81004	6-Jan-09	13,332,675	13,333,992	1,317
(8,900,000)	USD Forward @ 0.80985	4-Feb-09	(10,989,690)	(10,991,997)	(2,307)
			(11,034,441)	(10,991,997)	42,444

* The foreign currency forward contracts are entered with Bank of Montreal having Standard & Poor's credit rating of AA.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Equity Forward **Contract**

Summary of Effective Asset Allocation Through Indirect Holdings As at December 31, 2008

	Index Weighting (%)
Claymore/Zacks International Multi-Asset Income Index ETF	60.51
Claymore/Zacks Multi-Asset Income Index ETF	39.49
Total	100.00

Claymore/Zacks International Multi-Asset Income Index ETF	**Percent of Total Net Assets (%)**		**Percent of Total Net Assets (%)**
BY SECTOR		**BY GEOGRAPHICAL REGION**	
Financials	18.97	Europe	42.74
Telecommunication Services	14.78	Emerging Markets	17.22
Consumer Discretionary	11.98	UK	15.82
Energy	11.68	US	12.81
Closed-End Fund	9.98	Canada	5.73
Materials	6.83	Asia Developed	5.68
Industrials	5.51		
Consumer Staples	5.24		
Information Technology	5.12		
Health Care	5.09		
Utilities	4.82		
Total	100.00		100.00

Claymore/Zacks Multi-Asset Income Index ETF	**Percent of Total Net Assets (%)**		**Percent of Total Net Assets (%)**
BY SECTOR		**BY GEOGRAPHICAL REGION**	
Financials	28.20	US	82.22
Energy	18.88	Europe	6.02
Consumer Discretionary	11.53	Canada	5.57
Closed-End Fund	9.51	UK	3.97
Materials	6.87	Emerging Markets	2.22
Industrials	5.91	Asia Developed	–
Telecommunication Services	5.27		
Utilities	5.25		
Information Technology	3.94		
Consumer Staples	3.48		
Health Care	1.16		
Total	100.00		100.00

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008
Assets		
Investments, at fair value (note 2)	$	10,330,487
Cash		506,641
Currency forward agreements, at fair value (note 2)		42,444
Equity forward agreements, at fair value [2]		918,079
		11,797,651
Liabilities		
Equity forward fees		6,782
Accrued management fees		469
Accrued service fees		1,978
		9,229
Net assets representing unitholders' equity	$	11,788,422
Net assets representing unitholders' equity		
Advisor Class	$	1,277,068
Common		10,135,477
Institutional Class		375,877
	$	11,788,422
Units outstanding [1]		
Advisor Class		115,000
Common		912,500
Institutional Class		33,840
		1,061,340
Net assets per unit (note 2)		
Advisor Class	$	11.10
Common	$	11.11
Institutional Class	$	11.11
Net asset value per unit (note 2)		
Advisor Class	$	11.17
Common	$	11.17
Institutional Class	$	11.17

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

(2) Refer to note D of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of Operations | For the period from January 15, 2008* to December 31, 2008

		2008
Income		
Interest	$	759
Expenses		
Equity forward expense		45,372
Service fees (note 4)		8,052
Director fees		6,000
Interest and bank charges		5,803
Management fees (note 4)		3,991
		69,218
Net investment loss		(68,459)
Net realized loss on sale of investments		(1,214,610)
Net realized loss on foreign exchange		(1,620)
Net realized loss on settlement of forward agreements		(2,191,360)
Change in unrealized depreciation in value of investments		(2,881,350)
Change in unrealized appreciation on currency forward agreements		42,444
Change in unrealized appreciation on equity forward agreements		918,079
Net loss on investments		(5,328,417)
Decrease in net assets from operations	$	(5,396,876)
Increase (decrease) in net assets from operations		
Advisor Class	$	(597,852)
Common		(4,803,679)
Institutional Class		4,655
	$	(5,396,876)
Increase (decrease) in net assets from operations per unit		
Advisor Class	$	(8.91)
Common	$	(11.14)
Institutional Class	$	0.14

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

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Statement of **Changes in Net Assets** | **For the period from January 15, 2008* to December 31, 2008**

		2008
Net assets, beginning of the period		
Advisor Class	$	–
Common		–
Institutional Class		–
		–
Increase (decrease) in net assets from operations		
Advisor Class		(597,852)
Common		(4,803,679)
Institutional Class		4,655
		(5,396,876)
Capital unit transactions [(1)]		
Issuance of units for cash:		
Advisor Class		2,744,437
Common		15,352,548
Institutional Class		371,222
Payment on redemption of units:		
Advisor Class		(812,824)
Common		–
Institutional Class		–
		17,655,383
Distribution to unitholders		
From return of capital:		
Advisor Class		(56,693)
Common		(413,392)
Institutional Class		–
		(470,085)
Increase in net assets for the period		
Advisor Class		1,277,068
Common		10,135,477
Institutional Class		375,877
		11,788,422
Net assets, end of the period		
Advisor Class		1,277,068
Common		10,135,477
Institutional Class		375,877
	$	11,788,422

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Zacks Multi-Asset Income Index, net of expenses. The investment strategy of the Claymore ETF is to invest in and hold the Constituent Securities of the Zacks Multi-Asset Income Index in the same proportion as they are reflected in the Zacks Multi-Asset Income Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $516,524; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, forward contracts, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional Class units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units issued for cash	155,000	912,500	33,840
Units redeemed	(40,000)	–	–
Units outstanding, end of period	115,000	912,500	33,840

D) Equity Forward

The Claymore ETF, through a forward agreement with the National Bank of Canada, receives exposure to the securities that comprise the Zacks Multi-Asset Income Index. The forward agreement is comprised of two holdings: Claymore/Zacks International Multi-Asset Income Index ETF and Claymore/Zacks Multi-Asset Income Index ETF. This equity forward has a notional value of $11,317,618 and a termination date of January 15, 2013.

Auditors' **Report**

To the Unitholders of
Claymore Global Monthly Advantaged Dividend ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from January 15, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from January 15, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountant

Management **Discussion & Analysis**

Fund Overview

The Claymore Global Real Estate ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the Cohen & Steers Global Realty Majors Index (the "Index"), net of expenses. The Fund's investment objective is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

The Cohen & Steers Global Realty Majors Index consists of the largest and most liquid securities within the global real estate universe that Cohen & Steers Capital Management, Inc. ("Cohen & Steers" or the "Index Provider") believes are likely to lead the global securitization of real estate. The methodology utilized by Cohen & Steers evaluates companies using quantitative and qualitative screens to target the most liquid global real estate companies. Companies that meet Cohen & Steers' quantitative requirements are then assessed for their qualitative strengths. The Index characteristics include the following: evaluating each company's management strength and track record, market position, governance and corporate structure, and the composition and quality of its real estate portfolio; and consideration of each country's percentage of global gross domestic product ("GDP") and share of the world's public versus private real estate. The Index is free float and modified market-capitalization weighted, with a limit of 3.5% on any security's weighting. Index constituents must have a free float adjusted market capitalization of $1 billion or greater for initial inclusion in the Index. Cohen & Steers considers country weights relative to each country's GDP share representing the real estate securities universe and share of the private market for real estate.

The Cohen & Steers Global Realty Majors Index is rebalanced quarterly according to Cohen & Steers' proprietary screening methodology.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the abbreviated annual period from the Fund's inception date of August 26, 2008, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -26.33%, representing a change in NAV to $14.50 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return of -26.52% on an NAV basis, representing a change in NAV to $14.50 on December 31, 2008, from $20.00 at inception. On a market price basis, the Fund's Common Units generated a total return of -26.95%, representing a change in market price to $14.38 on December 31, 2008, from $20.00 at inception. The Fund's Advisor Class Units generated a total return, on a market price basis, of -27.32%, representing a change in market price to $14.34 on December 31, 2008, from $20.00 at inception.

During the period from inception through December 31, 2008, the Cohen & Steers Global Realty Majors Index returned -26.35%.

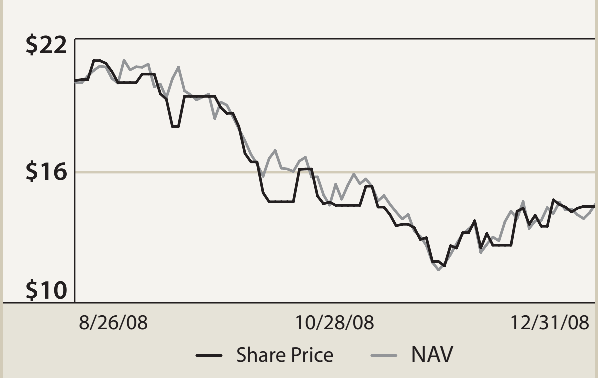
During the period from inception through December 31, 2008 the Fund's Common Units paid a dividend of $0.2300 per share on December 31, 2008. The Fund's Advisor Class Units paid a dividend of $0.1950 per share on December 31, 2008.

The Fund's Investments and Performance Attribution

Among the few holdings that contributed to performance during the period from the Fund's inception through December 31, 2008, were Public Storage (3.8% of net assets), a real estate investment trust that owns and operates self-storage facilities, and two Japanese real estate investment trusts, Nippon Building Fund Inc. (2.3% of net assets) and Japan Real Estate Investment Corp. (1.6% of net assets). Positions that detracted from performance included ProLogis (1.5% of net assets), a real estate investment trust concentrated in industrial distribution properties; Land Securities Group PLC (2.6% of net assets), a U.K. real estate investment trust that operates commercial and retail properties; and Westfield Group (3.5% net assets), which operates shopping centers in Australia, New Zealand, the U.S. and the U.K.

Performance **Highlights** | As at December 31, 2008

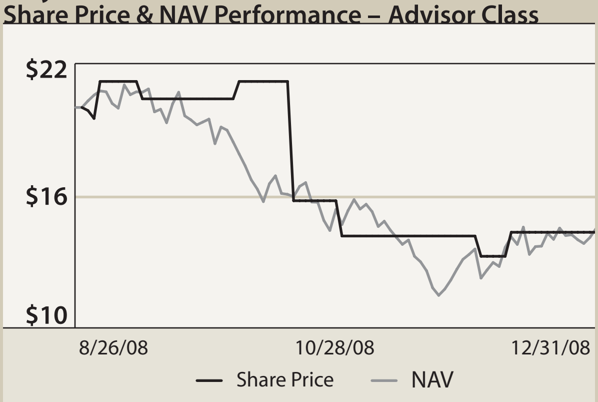
Claymore Global Real Estate ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (08/26/08)	Market	NAV
Since inception - non-annualized	-26.95%	-26.33%

Claymore Global Real Estate ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (08/26/08)	Market	NAV
Since inception - non-annualized	-27.32%	-26.52%

Sector Mix	% of Fund's Net Asset Value
Financials	100.1
Net Other Assets	1.5
Cash and Cash Equivalents	(1.6)
	100.0

Top Issuers	% of Fund's Net Asset Value
Unibail-Rodamco SA	3.9
Public Storage	3.8
Westfield Group	3.5
Sun Hung Kai Properties Ltd.	3.5
Mitsui Fudosan Co. Ltd.	3.5
Mitsubishi Estate Co. Ltd.	3.4
Equity Residential	3.3
Vornado Realty Trust	3.3
HCP Inc.	2.9
Simon Property Group Inc.	2.9
Boston Properties Inc.	2.8
Sumitomo Realty & Development Co. Ltd.	2.7
Land Securities Group PLC	2.6
Nippon Building Fund Inc.	2.3
Ventas Inc.	2.0
AvalonBay Communities Inc.	2.0
Hang Lung Properties Ltd.	1.8
Stockland Trust Group	1.8
Kimco Realty Corp.	1.7
The British Land Co., PLC	1.7
Host Hotels & Resorts Inc.	1.6
Wharf Holdings Ltd.	1.6
Henderson Land Development Co. Ltd.	1.6
Japan Real Estate Investment Corp.	1.6
CapitaLand Ltd.	1.6
	63.4
Total Net Asset Value	**$24,091,277**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Financials			
	Real Estate			
2,184	Boardwalk Real Estate Investment Trust	$ 76,999	$ 55,801	
16,147	Brookfield Properties Corp.	299,694	153,887	
8,870	RioCan Real Estate Investment Trust	180,896	121,164	
		557,589	330,852	1.38%
	Foreign Common Stocks			
	Financials			
	Real Estate			
6,300	AEON Mall Co. Ltd.	181,211	146,797	
2,641	Alexandria Real Estate Equities Inc.	270,982	196,728	
7,996	AMB Property Corp.	330,130	231,182	
8,100	Apartment Investment & Management Co.	237,361	114,994	
81,000	Ascendas Real Estate Investment Trust	126,034	95,084	
6,286	AvalonBay Communities Inc.	612,779	470,108	
9,775	Boston Properties Inc.	952,085	663,340	
4,198	BRE Properties Inc.	162,686	145,005	
22,659	Brixton PLC	93,164	53,087	
4,372	Camden Property Trust	202,912	168,557	
142,000	CapitaLand Ltd.	422,988	378,401	
14,146	Castellum AB	139,693	132,500	
167,031	CFS Retail Property Trust	301,179	264,524	
52,000	City Developments Ltd.	362,754	283,822	
830	Cofinimmo NV/SA	152,934	134,625	
118,547	Commonwealth Property Office Fund	138,183	120,399	
3,558	Corio NV	261,218	200,814	
6,946	Derwent Valley Holdings PLC	130,631	89,382	
10,034	Developers Diversified Realty Corp.	279,795	60,077	
282,995	DEXUS Property Group	320,754	192,422	
9,989	Douglas Emmett Inc.	208,027	160,926	
12,080	Duke Realty Corp.	274,166	163,445	
21,592	Equity Residential	925,476	794,866	
2,086	Essex Property Trust Inc.	244,386	196,074	
2,588	Eurocommercial Properties NV	111,533	103,255	
4,806	Federal Realty Investment Trust	363,714	367,789	
1,871	Fonciere des Regions SA	200,713	156,200	
212,739	Goodman Group	360,628	132,750	
15,102	Great Portland Estates PLC	91,465	69,692	
24,142	Hammerson PLC	400,030	229,246	
166,000	Hang Lung Properties Ltd.	483,049	444,220	
20,530	HCP Inc.	713,841	703,815	
83,000	Henderson Land Development Co. Ltd.	467,088	379,438	
100,000	Hongkong Land Holdings Ltd.	355,797	304,923	
42,380	Host Hotels & Resorts Inc.	565,877	397,097	
1,577	ICADE	155,779	159,692	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
35	Japan Real Estate Investment Corp.	340,262	378,932	
32	Japan Retail Fund Investment Corp.	137,941	167,779	
56,000	Kerry Properties Ltd.	207,761	183,754	
18,526	Kimco Realty Corp.	639,726	417,386	
6,836	Klepierre SA	252,555	195,318	
38,808	Land Securities Group PLC	935,279	634,390	
23,550	Liberty International PLC	406,594	199,799	
8,001	Liberty Property Trust	274,837	225,499	
5,365	Mack-Cali Realty Corp.	145,013	162,267	
118,867	Mirvac Group	223,968	127,885	
41,000	Mitsubishi Estate Co. Ltd.	916,053	807,938	
42,000	Mitsui Fudosan Co. Ltd.	893,888	835,080	
42	Nippon Building Fund Inc.	461,747	551,953	
22	Nomura Real Estate Office Fund Inc.	158,905	173,171	
89	NTT Urban Development Corp.	119,666	115,143	
21,414	ProLogis	817,492	366,664	
3,325	PSP Swiss Property AG	204,212	202,276	
9,392	Public Storage	854,036	921,646	
5,708	Regency Centers Corp.	333,445	328,018	
35,915	SEGRO PLC	269,850	157,452	
10,505	Simon Property Group Inc.	975,203	688,886	
4,795	SL Green Realty Corp.	362,696	152,722	
122,270	Stockland Trust Group	510,174	420,949	
37,000	Sumitomo Realty & Development Co. Ltd.	764,562	661,595	
82,000	Sun Hung Kai Properties Ltd.	1,044,411	843,776	
42,654	The British Land Co., PLC	583,161	417,145	
180,500	The Link Real Estate Investment Trust	427,910	367,442	
6,155	The Macerich Co.	333,900	137,987	
11,098	UDR Inc.	265,055	188,931	
5,080	Unibail-Rodamco SA	1,072,744	926,227	
11,657	Ventas Inc.	507,023	483,094	
10,629	Vornado Realty Trust	1,021,560	791,756	
6,147	Weingarten Realty Investors	188,859	157,006	
1,734	Wereldhave NV	192,003	187,463	
76,166	Westfield Group	1,093,233	848,948	
115,000	Wharf Holdings Ltd.	433,489	388,342	
	Total Foreign Common Stocks	29,970,255	23,719,895	98.71
		30,527,844	24,050,747	100.09%
	Transaction costs (note 2)	(33,021)	–	
	Total Investments	30,494,823	24,050,747	100.09%
	Liabilities less other assets		(21,355)	(0.09)
	Net Assets		$ 24,029,392	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008
Assets		
Investments, at fair value (note 2)	$	24,050,747
Dividends receivable		194,367
Due from brokers		175,716
		24,420,830
Liabilities		
Bank indebtedness		377,983
Accrued management fees		13,093
Accrued service fees		362
		391,438
Net assets representing unitholders' equity	$	24,029,392
Net assets representing unitholders' equity		
Advisor Class	$	216,961
Common		23,812,431
	$	24,029,392
Units outstanding [(1)]		
Advisor Class		15,000
Common		1,646,000
		1,661,000
Net assets per unit (note 2)		
Advisor Class	$	14.46
Common	$	14.47
Net asset value per unit (note 2)		
Advisor Class	$	14.50
Common	$	14.50

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the period from August 26, 2008* to December 31, 2008

		2008
Income		
Dividends	$	438,949
Interest		7,706
		446,655
Expenses		
Management fees (note 4)		54,025
Service fees (note 4)		361
Other		2,683
Interest and bank charges		860
		57,929
Net investment income		388,726
Net realized loss on sale of investments		(701,488)
Net realized loss on foreign exchange		(122,446)
Transaction costs (note 2)		(34,382)
Change in unrealized depreciation in value of investments		(6,444,076)
Change in unrealized appreciation in foreign exchange		300
Net loss on investments		(7,302,092)
Decrease in net assets from operations	$	(6,913,366)
Decrease in net assets from operations		
Advisor Class	$	(38,228)
Common		(6,875,138)
	$	(6,913,366)
Decrease in net assets from operations per unit		
Advisor Class	$	(4.55)
Common	$	(4.79)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** For the period from August 26, 2008* to December 31, 2008

	2008
Net assets, beginning of the period	
Advisor Class	$ –
Common	–
	$ –
Decrease in net assets from operations	
Advisor Class	(38,228)
Common	(6,875,138)
	(6,913,366)
Capital unit transactions (1)	
Issuance of units for cash:	
Advisor Class	341,083
Common	31,134,864
Payment on redemption of units:	
Advisor Class	(82,969)
Common	(68,715)
	31,324,263
Distribution to unitholders	
From net investment income:	
Advisor Class	(2,377)
Common	(307,615)
From return of capital:	
Advisor Class	(548)
Common	(70,965)
	(381,505)
Increase in net assets for the period	
Advisor Class	216,961
Common	23,812,431
	$ 24,029,392
Net assets, end of the period	
Advisor Class	$ 216,961
Common	$ 23,812,431
	$ 24,029,392

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Cohen & Steers Global Realty Majors Index, net of expenses. The investment strategy of the Claymore ETF is to invest in and hold the Constituent Securities of the Cohen & Steers Global Realty Majors Index in the same proportion as they are reflected in the Cohen & Steers Global Realty Majors Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $1,202,537; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF holds cash and investments that are denominated in currencies other than the Canadian Dollar, the functional currency.

It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuate due to changes in exchange rates.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	10,314,673	35,219	275,189	10,625,081	44.22
Japanese Yen	3,838,388	–	15,675	3,854,063	16.04
Hong Kong Dollar	2,606,972	–	11,064	2,618,036	10.90
Australian Dollar	2,107,877	–	52,094	2,159,971	8.98
Euro Currency	2,063,594	–	–	2,063,594	8.59
Sterling Pound	1,850,193	–	12,210	1,862,403	7.75
Singapore Dollar	757,307	–	–	757,307	3.15
Swiss Franc	202,276	–	–	202,276	0.84
Swedish Krone	132,500	–	–	132,500	0.55
TOTAL	**23,873,780**	**35,219**	**366,232**	**24,275,231**	**101.02**

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the foreign currencies the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $1,213,762.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008	
	Advisor Class Units	**Common Units**
Units issued for cash	20,000	1,651,000
Units redeemed	(5,000)	(5,000)
Units outstanding, end of period	15,000	1,646,000

Auditors' **Report**

To the Unitholders of
Claymore Global Real Estate ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from August 26, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from August 26, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore International Fundamental Index ETF (the "Fund") has been designed to replicate to the extent possible, net of expenses, the performance of the FTSE RAFI Developed ex US 1000 Index (the "Index"), which comprises the top 1,000 non-U.S. listed companies with the largest fundamental value, selected from the constituents of the FTSE Developed ex US Index. The Fund's investment strategy is to invest in and hold a proportionate share of the constituent securities of the Index in the same proportion as they are reflected in the Index. Claymore may use a sampling methodology in selecting investments for the Fund.

The Index weights constituents using four accounting factors, rather than market capitalization. These four factors include:

- **Total cash dividends** (five-year average of all regular and special distributions declared)
- **Free cash flow** (five-year average of operating income plus depreciation)
- **Total sales** (five-year average total sales)
- **Book equity value** (current period book equity value)

The Index represents 25 separate country/regional indices from Europe, Australasia and the Far East. The Fund seeks to offer an investment strategy based on fundamental factors with the highlights of a passive investment: lower turnover costs and transparent rules-based selection. Fundamental Indexation™ was designed with the objective of overcoming shortcomings of traditional market capitalization-based indices. By using fundamental factors rather than market capitalization to weight stocks, Fundamental Indexation™ seeks to take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind. In addition, Fundamental Indexation™ seeks to decrease exposure to high P/E stocks during episodes of P/E expansion with the intention of avoiding over-exposure to more overvalued stocks.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. On an NAV basis, the Fund's Common Units generated a total return of -30.74%, representing a change in NAV to $12.60 on December 31, 2008, from $18.75 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -31.55%, representing a change in NAV to $12.53 on December 31, 2008, from $18.73 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -28.78%, representing a change in market price to $13.04 on December 31, 2008, from $18.86 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -31.20%, representing a change in market price to $12.74 on December 31, 2008, from $18.95 on December 31, 2007.

For the 12 months ended December 31, 2008, The FTSE RAFI Developed ex US 1000 Index returned -29.82%. The MSCI EAFE Index, which measures performance of world equity markets, returned -39.93% in local currency and -30.06% in Canadian dollars for the 12-month period.

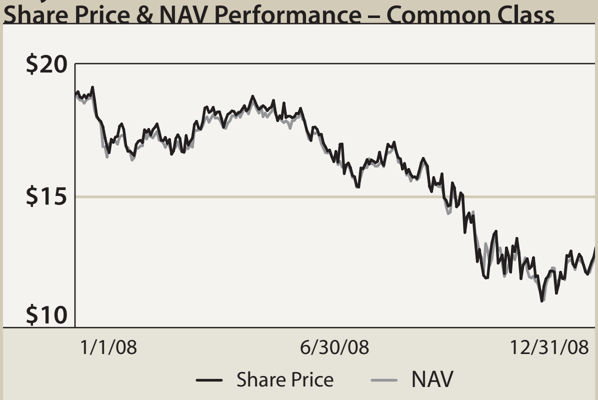
During 2008 the Fund's Common Units paid quarterly dividends of $0.0900 on March 31, $0.1224 on June 30, $0.1200 on September 30, and $0.1160 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.0590 on March 31, $0.0942 on June 30, $0.0950 on September 30, and $0.0910 on December 31.

The Fund's Investments and Performance Attribution

For the 12-month period ended December 31, 2008, only the utilities and health care sectors made positive contributions to the Fund's return. The financials sector was the greatest detractor from return, followed by the consumer goods and industrials sectors. Holdings that contributed to performance included Volkswagen AG (0.9% of net assets), a German automobile manufacturer, and two Japanese electric utilities, Tokyo Electric Power Co. Inc. (not held in portfolio at period end) and Kansai Electric Power Co. Inc. (not held in portfolio at period end). Positions that detracted from performance included ING Groep N.V. (not held in portfolio at period end), a global financial institution based in the Netherlands; Royal Bank of Scotland Group PLC (not held in portfolio at period end), a Scottish financial services firm; and Barclays PLC (0.5% of net assets), a global financial services firm based in the U.K.

Performance **Highlights** | As at December 31, 2008

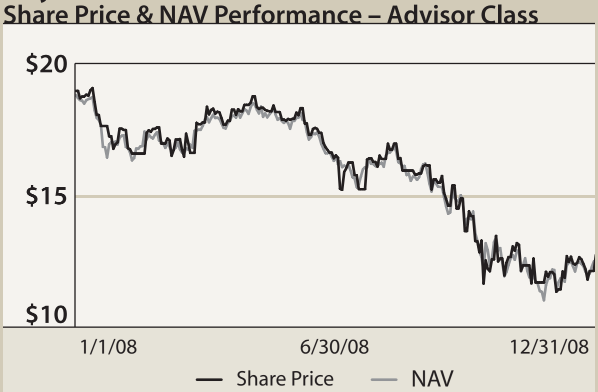
Claymore International Fundamental Index ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (02/14/07)	Market	NAV
One Year	-28.78%	-30.74%
Since inception - annualized	-18.23%	-19.70%

Claymore International Fundamental Index ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (02/14/07)	Market	NAV
One Year	-31.20%	-31.55%
Since inception - annualized	-19.88%	-20.58%

Sector Mix	% of Fund's Net Asset Value
ETFs	27.1
Financials	20.0
Energy	10.8
Telecommunication Services	8.1
Consumer Staples	6.7
Health Care	5.5
Utilities	5.0
Consumer Discretionary	4.8
Index Funds	3.7
Materials	3.3
Industrials	3.0
Information Technology	1.1
Forward Contracts	1.0
Real Estate Investment Trusts	0.2
Net Other Assets	0.1
Cash and Cash Equivalents	(0.4)
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Claymore Japan Fundamental Index ETF C$ Hedged*	22.7
Claymore Canadian Fundamental Index ETF*	4.4
PowerShares FTSE RAFI Developed Markets	3.7
BP PLC	3.2
HSBC Holdings PLC	2.5
Total SA	2.3
Vodafone Group PLC	2.0
Royal Dutch Shell PLC, Class A	1.8
GlaxoSmithKline PLC	1.5
Nestle SA	1.4
ENI SpA	1.3
Royal Dutch Shell PLC, Class B	1.3
Deutsche Telekom AG	1.3
Novartis AG, Registered Shares	1.3
Banco Santander SA	1.2
Telefonica SA	1.1
E.ON AG	1.1
AXA SA	1.1
France Telecom SA	1.1
UBS AG	1.1
Allianz SE	1.0
Daimler AG	1.0
AstraZeneca PLC	1.0
Volkswagen AG	0.9
GDF Suez SA	0.9
	62.2
Total Net Asset Value	**$50,372,346**

* The prospectus and other information about the underlying fund is available on the Internet at www.sedar.com.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Real Estate Investment Trusts			
9,623	Westfield Group (Australia)	$ 150,462	$ 107,258	0.22%
	Common Stocks			
	Energy			
5,934	BG Group PLC (Britain)	136,178	100,741	
172,349	BP PLC (Britian)	1,912,657	1,607,522	
23,127	ENI SpA (Italy)	806,562	653,639	
10,192	Repsol YPF SA (Spain)	357,258	263,921	
27,657	Royal Dutch Shell PLC, Class A (Netherlands)	1,035,564	884,085	
21,346	Royal Dutch Shell PLC, Class B (Netherlands)	787,933	653,174	
6,787	StatoilHydro ASA (Norway)	208,024	136,291	
17,191	Total SA (France)	1,322,142	1,147,856	
		6,566,318	5,447,229	10.94
	Materials			
999	Air Liquide (France)	134,959	112,202	
1,549	Akzo Nobel NV (Netherlands)	116,064	78,255	
2,908	ArcelorMittal (Luxembourg)	213,894	85,383	
6,604	BASF AG (Germany)	403,628	311,308	
3,390	Bayer AG (Germany)	271,026	240,315	
6,592	BHP Billiton Ltd. (Australia)	222,468	172,481	
4,261	BHP Billiton PLC (Britain)	132,026	97,032	
1,046	Holcim Ltd. (Switzerland)	68,412	73,036	
919	Lafarge SA (France)	141,830	68,364	
8,371	Stora Enso OYJ (Finland)	115,996	79,294	
7,554	Svenska Cellulosa AB, Class B (Sweden)	116,718	78,715	
3,936	ThyssenKrupp AG (Germany)	202,994	129,615	
7,529	UPM-Kymmene OYJ (Finland)	138,481	116,280	
		2,278,496	1,642,280	3.30
	Industrials			
	Capital Goods			
4,373	ABB Ltd. (Switzerland)	113,573	78,972	
15,277	BAE Systems PLC (Britain)	139,417	101,411	
1,845	Bouygues (France)	117,619	95,473	
3,590	Cie de Saint-Gobain (France)	286,506	206,964	
3,422	European Aeronautic Defence and Space Co. NV (Netherlands)	67,999	70,438	
24,000	Hutchison Whampoa Ltd. (Hong Kong)	235,010	148,328	
1,251	Schneider Electric SA (France)	148,249	113,778	
4,707	Siemens AG (Germany)	496,494	425,515	
2,459	Vinci SA (France)	165,090	125,790	
		1,769,957	1,366,669	2.75
	Transportation			
7,031	Deutsche Post AG (Germany)	200,565	142,734	0.29
	Total Industrials	1,970,522	1,509,403	3.04

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Consumer Discretionary			
	Automobiles & Components			
3,866	Bayerische Motoren Werke AG (Germany)	$ 206,172	$ 145,189	
10,957	Daimler AG (Germany)	800,559	496,575	
8,245	Fiat SpA (Italy)	179,329	64,836	
1,050	Volkswagen AG (Germany)	316,245	450,386	
		1,502,305	1,156,986	2.32%
	Consumer Durables & Apparel			
5,113	Electrolux AB (Sweden)	57,563	53,279	
6,402	Koninklijke Philips Electronics NV (Netherlands)	225,714	151,937	
1,328	LVMH Moet Hennessy Louis Vuitton SA (France)	141,785	108,863	
		425,062	314,079	0.63
	Consumer Services			
4,471	Carnival PLC (Britain)	187,241	119,034	
17,019	Compass Group PLC (Britain)	115,528	102,855	
33,310	Ladbrokes PLC (Britain)	200,195	109,376	
		502,964	331,265	0.67
	Media			
1,136	Lagardere SCA (France)	54,517	56,533	
8,563	Vivendi (France)	349,901	341,865	
		404,418	398,398	0.80
	Retailing			
70,879	Kingfisher PLC (Britain)	207,867	169,332	
13,338	Marks & Spencer Group PLC (Britain)	55,101	50,603	
		262,968	219,935	0.44
	Total Consumer Discretionary	3,097,717	2,420,663	4.86
	Consumer Staples			
	Food & Staples Retailing			
5,489	Carrefour SA (France)	361,306	259,219	
1,382	Delhaize Group (Belgium)	113,809	104,823	
20,264	J Sainsbury PLC (Britain)	175,991	118,151	
14,355	Koninklijke Ahold NV (Netherlands)	203,977	216,530	
1,536	Metro AG (Germany)	73,164	75,780	
49,177	Tesco PLC (Britain)	372,833	313,352	
4,706	Woolworths Ltd. (Australia)	120,893	107,782	
		1,421,973	1,195,637	2.40
	Food Beverage & Tobacco			
8,345	British American Tobacco PLC (Britain)	301,014	265,868	
12,518	Diageo PLC (Britain)	251,441	212,185	
11,801	Foster's Group Ltd. (Australia)	52,389	54,848	
1,899	Groupe Danone (France)	158,937	140,713	
4,362	Imperial Tobacco Group PLC (Britain)	179,166	141,526	
14,862	Nestle SA (Switzerland)	687,993	717,097	
2,964	SABMiller PLC (Britain)	62,864	61,183	
8,843	Unilever NV (Netherlands)	282,516	263,132	
7,326	Unilever PLC (Britain)	235,328	205,317	
		2,211,648	2,061,869	4.14

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Household & Personal Products			
869	L'Oreal SA (France)	$ 98,091	$ 92,904	0.19%
	Total Consumer Staples	3,731,712	3,350,410	6.73
	Health Care			
	Pharmaceuticals Biotechnology & Life Sciences			
9,722	AstraZeneca PLC (Britain)	427,759	484,193	
33,299	GlaxoSmithKline PLC (Britain)	756,403	758,286	
10,400	Novartis AG, Registered Shares (Switzerland)	575,424	635,698	
1,096	Novo-Nordisk A/S (Denmark)	71,548	68,477	
2,239	Roche Holding AG (Switzerland)	407,596	422,002	
5,158	Sanofi-Aventis (France)	390,924	401,849	
		2,629,654	2,770,505	5.56
	Financials			
	Banks			
11,912	Australia & New Zealand Banking Group Ltd. (Australia)	216,314	156,557	
28,084	Banca Monte dei Paschi di Siena SpA (Italy)	73,548	73,880	
21,806	Banco Bilbao Vizcaya Argentaria SA (Spain)	443,006	324,055	
6,905	Banco Popular Espanol SA (Spain)	72,803	72,043	
51,148	Banco Santander SA (Spain)	858,539	591,580	
88,829	Barclays PLC (Britain)	664,564	240,594	
7,952	BNP Paribas (France)	827,204	410,877	
7,000	Commerzbank AG (Germany)	193,252	80,662	
9,279	Commonwealth Bank of Australia (Australia)	386,574	230,408	
9,077	Credit Agricole SA (France)	264,676	124,611	
5,166	Danske Bank A/S (Denmark)	170,810	61,635	
3,600	Hang Seng Bank Ltd. (Hong Kong)	71,426	58,318	
105,542	HSBC Holdings PLC (Britain)	1,790,972	1,240,106	
64,131	Intesa Sanpaolo SpA (Italy)	416,268	272,651	
17,433	National Australia Bank Ltd. (Australia)	461,070	312,544	
15,788	Nordea Bank AB (Sweden)	239,428	134,817	
4,893	Societe Generale (France)	474,601	302,275	
8,093	Standard Chartered PLC (Britain)	220,142	123,533	
3,657	Svenska Handelsbanken AB, Class A (Sweden)	103,286	71,647	
61,849	Unicredit SpA (Italy)	339,555	181,491	
4,384	Unione di Banche Italiane ScpA (Italy)	109,030	77,864	
19,348	Westpac Banking Corp. (Australia)	357,282	281,098	
		8,754,350	5,423,246	10.88
	Diversified Financials			
8,912	Credit Suisse Group (Switzerland)	449,575	294,596	
5,604	Deutsche Bank AG (Germany)	535,448	268,833	
1,144	Fortis (Belgium)	29,635	1,790	
7,148	Investor AB, Class B (Sweden)	162,419	130,557	
31,168	UBS AG (Switzerland)	831,093	533,583	
		2,008,170	1,229,359	2.47

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Insurance			
22,509	Aegon NV (Netherlands)	$ 295,072	$ 174,783	
4,010	Allianz SE (Germany)	753,324	514,995	
8,694	Assicurazioni Generali SpA (Italy)	359,028	282,569	
34,701	Aviva PLC (Britain)	413,135	240,205	
20,133	AXA SA (France)	684,158	547,081	
20,755	Insurance Australia Group Ltd. (Australia)	72,787	68,597	
74,101	Legal & General Group PLC (Britain)	189,408	99,825	
1,863	Muenchener Rueckversicherungs AG (Germany)	350,656	349,748	
22,675	Prudential PLC (Britain)	278,454	167,021	
3,934	QBE Insurance Group Ltd. (Australia)	85,184	86,850	
3,646	Sampo OYJ, Class A (Finland)	79,735	82,838	
23,869	Standard Life PLC (Britain)	117,761	84,730	
2,888	Swiss Reinsurance (Switzerland)	222,908	164,604	
1,032	Zurich Financial Services AG (Switzerland)	297,061	271,475	
		4,198,671	3,135,321	6.30%
	Real Estate			
8,000	Cheung Kong Holdings Ltd. (Hong Kong)	114,485	93,151	
7,000	Sun Hung Kai Properties Ltd. (Hong Kong)	106,966	72,030	
8,500	Swire Pacific Ltd., Class A (Hong Kong)	80,863	72,233	
		302,314	237,414	0.48
	Total Financials	15,263,505	10,025,340	20.13
	Information Technology			
	Software & Services			
1,975	SAP AG (Germany)	103,454	84,661	0.17
	Technology Hardware & Equipment			
25,511	Alcatel-Lucent (France)	137,348	67,111	
11,317	Nokia OYJ (Finland)	303,381	215,566	
19,104	Telefonaktiebolaget LM Ericsson, Class B (Sweden)	199,943	175,062	
		640,672	457,739	0.92
	Total Information Technology	744,126	542,400	1.09
	Telecommunication Services			
1,223	Belgacom SA (Belgium)	57,309	57,358	
85,154	BT Group PLC (Britain)	402,303	204,342	
11,500	China Mobile Ltd. (Hong Kong)	158,770	142,514	
34,935	Deutsche Telekom AG (Germany)	647,531	643,259	
15,697	France Telecom SA (France)	496,766	537,653	
10,015	Koninklijke KPN NV (Netherlands)	176,083	178,391	
149	Swisscom AG (Switzerland)	56,600	58,672	
189,654	Telecom Italia SpA (Italy)	442,251	374,595	
82,582	Telecom Italia SpA, Non-Convertible Savings Shares (Italy)	149,046	111,812	
20,404	Telefonica SA (Spain)	551,186	554,620	
14,144	TeliaSonera AB (Sweden)	114,469	85,671	
31,798	Telstra Corp. Ltd. (Australia)	128,574	104,547	
413,984	Vodafone Group PLC (Britain)	1,240,435	1,020,981	
		4,621,323	4,074,415	8.18

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Utilities			
35,612	Centrica PLC (Britain)	$ 197,498	$ 167,059	
12,000	CLP Holdings Ltd. (Hong Kong)	98,243	100,160	
11,332	E.ON AG (Germany)	660,992	543,906	
41,777	Enel SpA (Italy)	442,461	318,306	
7,074	GDF Suez (France)	448,455	428,636	
12,500	HongKong Electric Holdings (Hong Kong)	81,413	86,513	
14,968	Iberdrola SA (Spain)	204,050	167,984	
17,354	National Grid PLC (Britain)	244,942	210,684	
4,667	Origin Energy Ltd. (Australia)	64,399	63,868	
2,712	RWE AG (Germany)	319,407	293,986	
5,027	Scottish and Southern Energy PLC (Britain)	136,776	107,605	
		2,898,636	2,488,707	5.00%
	Total Common Stock	43,802,009	34,271,352	68.83
	Index Funds (United States)			
53,000	PowerShares FTSE RAFI Developed Markets (Common)	1,797,741	1,807,145	3.63
	Exchange Traded Funds (Canada)			
283,266	Claymore Canadian Fundamental Index ETF (Common)	2,839,479	2,226,471	
1,260,750	Claymore Japan Fundamental Index ETF C$ hedged (Common)	17,097,459	11,031,565	
		19,936,938	13,258,036	26.63
		65,687,150	49,443,791	99.31
	Transaction costs (note 2)	(93,079)	–	
	Total Investments	$ 65,594,071	49,443,791	99.31%
	Other assets less liabilities		341,561	0.69
	Net Assets		$ 49,785,352	100.00%

Foreign Currency Forward Contracts *

Notional Value	Forwards	Maturity Date	Forward Value	Fair Value	Unrealized gain (loss)
840,000,000	JPY forward @ 76.66600	7-Jan-09	10,956,617	11,442,495	485,878
(840,000,000)	JPY forward @ 73.43054	7-Jan-09	(11,439,382)	(11,442,495)	(3,113)
870,000,000	JPY forward @ 73.38754	5-Feb-09	11,854,873	11,861,873	7,000
			11,372,108	11,861,873	489,765

* The foreign currency forward contracts are entered with Bank of Montreal having Standard & Poor's credit rating of AA.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	49,443,791	$	23,612,371
Forward agreement, at fair value (note 2)		489,765		–
Dividends receivable		80,120		42,045
Due from brokers		–		662,306
		50,013,676		24,316,722
Liabilities				
Bank indebtedness		194,921		103,882
Accrued management fees		19,998		10,779
Accrued service fees		13,405		12,037
Forward agreement, at fair value (note 2)		–		58,521
Due to brokers		–		403,896
Distribution payable		–		6,161
		228,324		595,276
Net assets representing unitholders' equity	$	49,785,352	$	23,721,446
Net assets representing unitholders' equity				
Advisor Class	$	6,130,460	$	5,614,869
Common		38,867,057		18,106,577
Institutional Class		4,787,835		–
	$	49,785,352	$	23,721,446
Units outstanding (1)				
Advisor Class		495,000		300,000
Common		3,121,672		966,672
Institutional Class		376,892		–
		3,993,564		1,266,672
Net assets per unit (note 2)				
Advisor Class	$	12.38	$	18.72
Common	$	12.45	$	18.73
Institutional Class	$	12.70	$	–
Net asset value per unit (note 2)				
Advisor Class	$	12.53	$	18.73
Common	$	12.60	$	18.75
Institutional Class	$	12.85	$	–

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

		For the Year Ended December 31, 2008		For the Period February 14, 2007* to December 31, 2007
Income				
Dividends	$	1,374,560	$	453,454
Interest		10,967		18
Other		–		6,596
		1,385,527		460,068
Expenses				
Management fees (note 4)		168,779		80,613
Service fees (note 4)		47,977		26,470
Director fees		6,000		–
Other		10,744		–
Interest and bank charges		8,393		2,889
		241,893		109,972
Net investment income		1,143,634		350,096
Net realized loss on sale of investments		(5,047,601)		(165,004)
Net realized loss on foreign exchange		(95,872)		(61,765)
Net realized gain (loss) on settlement of forward agreements		3,271,174		(203,798)
Transaction costs (note 2)		(124,476)		(20,927)
Change in unrealized depreciation in value of investments		(15,170,516)		(979,764)
Change in unrealized appreciation (depreciation) in value of currency		(3,391)		7
Change in unrealized appreciation (depreciation) on forward agreements		548,287		(58,522)
Net loss on investments		(16,622,395)		(1,489,773)
Decrease in net assets from operations	$	(15,478,761)	$	(1,139,677)
Decrease in net assets from operations				
Advisor Class	$	(2,644,491)	$	(236,428)
Common		(10,344,641)		(903,249)
Institutional Class		(2,489,629)		–
	$	(15,478,761)	$	(1,139,677)
Decrease in net assets from operations per unit				
Advisor Class	$	(6.46)	$	(1.18)
Common	$	(5.64)	$	(1.27)
Institutional Class	$	(5.65)	$	–

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period February 14, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 5,614,869	$ –
Common	18,106,577	–
Institutional Class	–	–
	23,721,446	–
Decrease in net assets from operations		
Advisor Class	(2,644,491)	(236,428)
Common	(10,344,641)	(903,249)
Institutional Class	(2,489,629)	–
	(15,478,761)	(1,139,677)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	6,063,639	5,915,565
Common	32,653,560	20,296,730
Institutional Class	8,600,000	–
Payment on redemption of units:		
Advisor Class	(2,755,066)	–
Common	(589,315)	(978,000)
Institutional Class	(1,286,028)	–
	42,686,790	25,234,295
Distribution to unitholders		
From net investment income:		
Advisor Class	(133,027)	(58,226)
Common	(859,238)	(279,865)
Institutional Class	(32,706)	–
From return of capital:		
Advisor Class	(15,464)	(6,042)
Common	(99,886)	(29,039)
Institutional Class	(3,802)	–
	(1,144,123)	(373,172)
Increase in net assets for the period		
Advisor Class	515,591	5,614,869
Common	20,760,480	18,106,577
Institutional Class	4,787,835	–
	$ 26,063,906	$ 23,721,446
Net assets, end of the period		
Advisor Class	6,130,460	5,614,869
Common	38,867,057	18,106,577
Institutional Class	4,787,835	–
	$ 49,785,352	$ 23,721,446

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the FTSE RAFI Developed ex US 1000 Index provided by FTSE International Limited. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the FTSE RAFI Developed ex US 1000 Index in the same proportion as they are reflected in the FTSE RAFI Developed ex US 1000 Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $2,472,190; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, foreign currency forward contracts, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF holds cash and investments that are denominated in currencies other than the Canadian Dollar, the functional currency.

It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuate due to changes in exchange rates.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Foreign Exchange Forward Contracts ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
Euro Currency	17,150,728	230,745	–	–	17,381,473	34.91
Sterling Pound	10,461,910	4,646	–	67,423	10,533,979	21.16
Swiss Franc	3,249,736	–	–	–	3,249,736	6.53
U.S. Dollar	1,807,145	24,303	–	–	1,831,448	3.67
Australian Dollar	1,746,840	9,253	–	–	1,756,093	3.53
Hong Kong Dollar	773,247	–	–	1,723	774,970	1.56
Swedish Krone	729,748	1,313	–	–	731,061	1.47
Norwegian Krone	136,291	–	–	–	136,291	0.27
Danish Krone	130,112	–	–	–	130,112	0.26
Japanese Yen	–	–	11,861,873	–	11,861,873	23.83
TOTAL	**36,185,757**	**270,260**	**11,861,873**	**69,146**	**48,387,036**	**97.19**

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the foreign currencies the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $2,419,352.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding , beginning of period	300,000	966,672	–
Units issued for cash	365,000	2,205,000	474,703
Units redeemed	(170,000)	(50,000)	(97,811)
Units outstanding, end of period	495,000	3,121,672	376,892

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units issued for cash	300,000	1,016,672
Units redeemed	–	(50,000)
Units outstanding, end of period	300,000	966,672

Auditors' **Report**

To the Unitholders of
Claymore International Fundamental Index ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from February 14, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from February 14, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Japan Fundamental Index ETF C$ Hedged (the "Fund") has been designed to replicate the performance of the FTSE RAFI Japan Canadian Dollar Hedged Index (the "Index"), which captures approximately 90% of the Japanese market. The Index is hedged to Canadian dollars. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index. Claymore may use a sampling methodology in selecting investments for the Fund.

The Index weights constituents using four accounting factors, rather than market capitalization. These four factors include:

- **Total cash dividends** (five-year average of all regular and special distributions)
- **Free cash flow** (five-year average of operating income plus depreciation)
- **Total sales** (five-year average total sales)
- **Book equity value** (current period book equity value)

The Fund seeks to offer an investment strategy based on fundamental factors with the highlights of a passive investment: lower turnover costs and transparent rules-based selection. Fundamental Indexation™ was designed with the objective of overcoming shortcomings of traditional market capitalization-based indices. By using fundamental factors rather than market capitalization to weight stocks, Fundamental Indexation™ seeks to take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind. In addition, Fundamental Indexation™ seeks to decrease exposure to high P/E stocks during episodes of P/E expansion with the intention of avoiding over-exposure to more overvalued stocks. The Fund hedges its exposure to the Japanese Yen as it seeks to eliminate foreign currency return risk for Canadian investors

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. On an NAV basis, the Fund's Common Units generated a total return of -46.69%, representing a change in NAV to $9.06 on December 31, 2008, from $17.16 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -46.65%, representing a change in NAV to $9.08 on December 31, 2008, from $17.12 on December 31, 2007.
On a market price basis, the Fund's Common Units generated a total return of -48.06%, representing a change in market price to $9.07 on December 31, 2008, from $17.63 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -44.87%, representing a change in market price to $9.94 on December 31, 2008, from $18.12 on December 31, 2007.

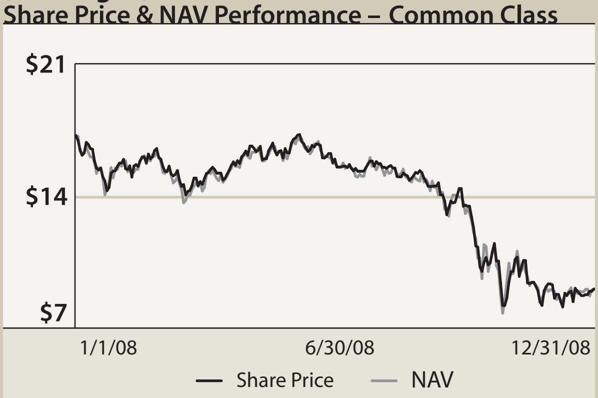
For the 12-month period ended December 31, 2008, FTSE RAFI Japan Canadian Dollar Hedged Index returned -43.71%. Most world markets, including the Japanese market, were down in 2008. Return of the S&P/TOPIX 150, which is representative of the Japanese equity market, was -40.70% in local currency and -7.93% in Canadian dollars.

The Fund's Investments and Performance Attribution

In 2008, all ten industry sectors in the Fund posted negative returns. The weakest sectors were consumer goods and basic materials, each of which was off more than 50%; the strongest sector was utilities, down less than 1%. Among the positions that contributed to return were electric utility Tokyo Electric Power Co. Inc. (5.3% of net assets) an electric utility servicing Tokyo and surrounding regions; Seven & I Holdings Co. Ltd. (2.4% of net assets), which operates supermarkets, convenience stores, restaurants and other retail stores; and NTT DoCoMo Inc. (3.3% of net assets), a provider of mobile telecommunications services. Positions that detracted from performance included automobile manufacturer Toyota Motor Corp. (6.7% of net assets) and electronics manufacturers Sony Corp. (1.9% of net assets) and Panasonic Corp. (2.8% of net assets).

Performance **Highlights** | As at December 31, 2008

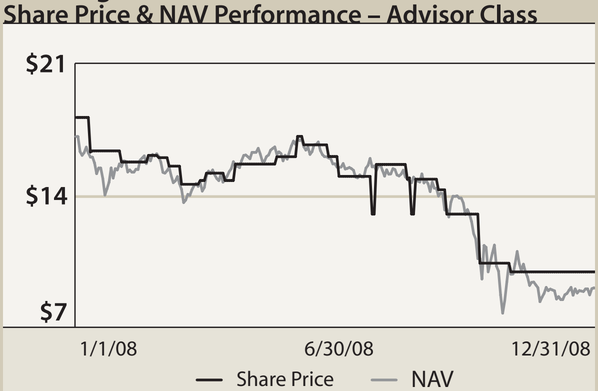
Claymore Japan Fundamental Index ETF (C$ hedged)
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (02/14/07)	Market	NAV
One Year	-48.06%	-46.69%
Since inception - annualized	-33.65%	-33.69%

Claymore Japan Fundamental Index ETF (C$ hedged)
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (02/14/07)	Market	NAV
One Year	-44.87%	-46.65%
Since inception - annualized	-30.70%	-33.92%

Sector Mix	% of Fund's Net Asset Value
Consumer Discretionary	19.4
Utilities	18.7
Industrials	16.0
Financials	14.5
Telecommunication Services	10.2
Information Technology	6.8
Consumer Staples	6.5
Materials	5.5
Health Care	3.6
Energy	2.5
Cash and Cash Equivalents	0.2
Net Other Assets	0.1
Forward Contracts	(4.0)
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Toyota Motor Corp.	6.7
Tokyo Electric Power Co. Inc.	5.3
Nippon Telegraph & Telephone Corp.	4.6
Mitsubishi UFJ Financial Group Inc.	4.3
NTT DoCoMo Inc.	3.3
Honda Motor Co. Ltd.	3.1
Panasonic Corp.	2.8
Kansai Electric Power Co. Inc.	2.7
Canon Inc.	2.5
Sumitomo Mitsui Financial Group Inc.	2.5
Chubu Electric Power Co. Inc.	2.5
Seven & i Holdings Co. Ltd.	2.5
KDDI Corp.	2.2
Mizuho Financial Group Inc.	2.0
Sony Corp.	1.9
East Japan Railway Co.	1.9
Hitachi Ltd.	1.8
Takeda Pharmaceutical Co. Ltd.	1.7
Tohoku Electric Power Co. Inc.	1.5
Mitsubishi Heavy Industries Ltd.	1.5
Kyushu Electric Power Co. Inc.	1.4
Tokio Marine Holdings Inc.	1.3
Mitsui Sumitomo Insurance Group Holdings, Inc.	1.3
Nissan Motor Co. Ltd.	1.3
Nippon Steel Corp.	1.3
	63.9
Total Net Asset Value	**$17,209,460**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Common Stocks			
	Energy			
28,000	Cosmo Oil Co. Ltd.	$ 100,782	$ 104,480	
22,000	Nippon Mining Holdings Inc.	112,647	113,251	
35,000	Nippon Oil Corp.	241,984	213,060	
		455,413	430,791	2.51%
	Materials			
5,700	JFE Holdings Inc.	286,534	181,254	
33	Nippon Paper Group Inc.	109,766	159,539	
55,000	Nippon Steel Corp.	278,891	217,213	
21,000	OJI Paper Co. Ltd.	111,728	150,143	
2,500	Shin-Etsu Chemical Co. Ltd.	137,642	138,227	
33,000	Sumitomo Metal Industries Ltd.	125,272	97,072	
		1,049,833	943,448	5.50
	Industrials			
	Capital Goods			
67,000	Hitachi Ltd.	451,215	314,789	
24,000	Kajima Corp.	98,164	100,667	
10,200	Mitsubishi Corp.	259,339	171,968	
21,000	Mitsubishi Electric Corp.	177,513	157,864	
48,000	Mitsubishi Heavy Industries Ltd.	251,197	257,551	
12,000	Mitsui & Co. Ltd.	219,483	147,242	
15,000	Obayashi Corp.	106,549	108,266	
14,000	Shimizu Corp.	97,919	98,761	
56,900	Sojitz Corp.	172,869	113,908	
11,800	Sumitomo Corp.	174,698	125,344	
39,000	Toshiba Corp.	259,222	193,858	
		2,268,168	1,790,218	10.42
	Commercial Services & Supplies			
8,000	Dai Nippon Printing Co. Ltd.	119,822	106,006	0.61
	Transportation			
19	Central Japan Railway Co.	212,031	201,048	
34	East Japan Railway Co.	294,255	318,561	
16,000	Hankyu Hanshin Holdings Inc.	108,635	112,216	
17,000	Nippon Express Co. Ltd.	85,294	86,354	
24	West Japan Railway Co.	122,545	133,678	
		822,760	851,857	4.96
	Total Industrials	3,210,750	2,748,081	15.99
	Consumer Discretionary			
	Automobiles & Components			
10,800	Bridgestone Corp.	223,827	194,438	
20,800	Honda Motor Co. Ltd.	629,366	539,898	
61,000	Mitsubishi Motors Corp.	99,800	101,348	
50,400	Nissan Motor Co. Ltd.	435,403	219,637	
29,100	Toyota Motor Corp.	1,582,118	1,149,256	
		2,970,514	2,204,577	12.84

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Consumer Durables & Apparel			
8,000	Daiwa House Industry Co. Ltd.	$ 90,420	$ 94,130	
5,500	FUJIFILM Holdings Corp.	214,967	145,907	
200	Nintendo Co. Ltd.	101,545	91,788	
32,000	Panasonic Corp.	652,527	485,033	
12,200	Sony Corp.	519,451	319,329	
		1,578,910	1,136,187	6.62%
	Total Consumer Discretionary	4,549,424	3,340,764	19.46
	Consumer Staples			
	Food & Staples Retailing			
14,700	Aeon Co. Ltd.	192,776	177,769	
10,200	Seven & i Holdings Co. Ltd.	307,719	419,501	
		500,495	597,270	3.48
	Food Beverage & Tobacco			
4,600	Asahi Breweries Ltd.	96,520	95,846	
38	Japan Tobacco Inc.	186,237	151,679	
7,000	Kirin Holdings Co. Ltd.	114,167	111,344	
		396,924	358,869	2.09
	Household & Personal Products			
4,000	Kao Corp.	128,305	147,079	0.86
	Total Consumer Staples	1,025,724	1,103,218	6.43
	Health Care			
	Pharmaceuticals Biotechnology & Life Sciences			
2,400	Astellas Pharma Inc.	104,566	118,317	
3,900	Daiichi Sankyo Co. Ltd.	106,304	111,269	
2,100	Eisai Co. Ltd.	105,936	105,529	
4,600	Takeda Pharmaceutical Co. Ltd.	293,195	289,418	
		610,001	624,533	3.64
	Financials			
	Banks			
98,600	Mitsubishi UFJ Financial Group Inc.	859,223	737,182	
96	Mizuho Financial Group Inc.	378,837	333,378	
83	Sumitomo Mitsui Financial Group Inc.	540,318	423,872	
		1,778,378	1,494,432	8.70
	Diversified Financials			
15,000	Daiwa Securities Group Inc.	127,656	107,245	
18,900	Nomura Holdings Inc.	267,888	186,863	
		395,544	294,108	1.71
	Insurance			
6,000	Mitsui Sumitomo Insurance Group Holdings, Inc.	214,609	225,929	
2,600	T&D Holdings Inc.	141,729	130,655	
6,500	Tokio Marine Holdings, Inc.	243,153	227,495	
		599,491	584,079	3.40
	Real Estate			
6,000	Mitsui Fudosan Co. Ltd.	125,610	119,297	0.69
	Total Financials	2,899,023	2,491,916	14.52

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Information Technology			
	Software & Services			
34,000	Fujitsu Ltd.	$ 228,351	$ 198,175	
51,000	NEC Corp.	229,485	206,278	
		457,836	404,453	2.36%
	Technology Hardware & Equipment			
11,500	Canon Inc.	550,020	430,682	
2,200	Kyocera Corp.	181,545	189,350	
9,000	Ricoh Co. Ltd.	139,203	136,783	
		870,768	756,815	4.41
	Total Information Technology	1,328,604	1,161,268	6.77
	Telecommunication Services			
44	KDDI Corp.	300,549	378,700	
125	Nippon Telegraph & Telephone Corp.	670,497	796,676	
237	NTT DoCoMo Inc.	408,951	567,082	
		1,379,997	1,742,458	10.15
	Utilities			
11,400	Chubu Electric Power Co. Inc.	357,489	422,279	
5,700	Chugoku Electric Power Co. Inc.	144,773	183,971	
2,900	Electric Power Development Co.	112,955	138,622	
3,100	Hokkaido Electric Power Co. Inc.	94,040	95,833	
3,000	Hokuriku Electric Power Co.	101,641	103,772	
13,300	Kansai Electric Power Co. Inc.	389,898	470,924	
7,200	Kyushu Electric Power Co. Inc.	190,503	233,855	
23,000	Osaka Gas Co. Ltd.	123,237	129,361	
2,400	Shikoku Electric Power Co. Inc.	95,874	98,379	
7,900	Tohoku Electric Power Co. Inc.	199,400	261,432	
22,200	Tokyo Electric Power Co. Inc.	659,420	906,983	
28,000	Tokyo Gas Co. Ltd.	131,500	173,117	
		2,600,730	3,218,528	18.75
	Total Common Stocks	19,109,499	17,805,005	103.72
	Transaction costs (note 2)	(12,973)		
	Total Investments	$ 19,096,526	17,805,005	103.72%
	Liabilities less other assets		(639,100)	(3.72)
	Net Assets		$ 17,165,905	100.00%

Foreign Currency Forward Contracts *

Notional Amount	Forwards	Maturity Date	Forward Value	Fair Value	Unrealized gain (loss)
(1,175,000,000)	JPY forward @ 76.76660	7-Jan-09	(15,326,220)	(16,005,871)	(679,651)
(58,000,000)	JPY forward @ 73.28290	7-Jan-09	(791,453)	(790,077)	1,376
1,233,000,000	JPY forward @ 73.43054	7-Jan-09	16,791,379	16,795,949	4,570
(1,311,000,000)	JPY forward @ 73.38754	5-Feb-09	(17,864,068)	(17,874,617)	(10,549)
			(17,190,362)	(17,874,616)	(684,254)

* The foreign currency forward contracts are entered with Bank of Montreal having Standard & Poor's credit rating of AA.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	17,805,005	$	11,224,309
Cash		35,166		–
Dividends receivable		20,535		6,685
Due from brokers		–		99,108
Forward agreements, at fair value (note 2)		–		155,379
		17,860,706		11,485,481
Liabilities				
Bank indebtedness		–		30,580
Forward agreements, at fair value (note 2)		684,254		–
Accrued management fees		9,954		6,797
Accrued service fees		593		4,501
Distribution payable		–		20
		694,801		41,898
Net assets representing unitholders' equity	$	17,165,905	$	11,443,583
Net assets representing unitholders' equity				
Advisor Class	$	296,150	$	1,068,992
Common		16,869,755		10,374,591
	$	17,165,905	$	11,443,583
Units outstanding [1]				
Advisor Class		32,687		62,687
Common		1,867,055		607,055
		1,899,742		669,742
Net assets per unit (note 2)				
Advisor Class	$	9.06	$	17.05
Common	$	9.04	$	17.09
Net asset value per unit (note 2)				
Advisor Class	$	9.08	$	17.12
Common	$	9.06	$	17.16

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period February 14, 2007* to December 31, 2007
Income		
Dividends	$ 308,457	$ 129,422
Interest	591	194
Other	–	2,864
	309,048	132,480
Expenses		
Management fees (note 4)	99,216	61,664
Service fees (note 4)	3,157	10,356
Director fees	6,000	–
Interest and bank charges	10,434	3,690
	118,807	75,710
Net investment income	190,241	56,770
Net realized loss on sale of investments	(2,428,657)	(887,315)
Net realized loss on foreign exchange	(87,240)	(56,203)
Net realized gain (loss) on settlement of forward agreements	(5,759,960)	760,087
Transaction costs (note 2)	(28,988)	(9,171)
Change in unrealized appreciation (depreciation) in value of investments	352,934	(1,644,456)
Change in unrealized appreciation (depreciation) in foreign exchange loss	1,464	(1,464)
Change in unrealized appreciation (depreciation) on forward agreements	(839,633)	155,379
Net loss on investments	(8,790,080)	(1,683,143)
Decrease in net assets from operations	$ (8,599,839)	$ (1,626,373)
Decrease in net assets from operations		
Advisor Class	$ (411,806)	$ (117,849)
Common	(8,188,033)	(1,508,524)
	$ (8,599,839)	$ (1,626,373)
Decrease in net assets from operations per unit		
Advisor Class	$ (6.74)	$ (1.53)
Common	$ (8.00)	$ (3.23)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period February 14, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 1,068,992	$ –
Common	10,374,591	–
	$ 11,443,583	–
Decrease in net assets from operations		
Advisor Class	(411,806)	(117,849)
Common	(8,188,033)	(1,508,524)
	(8,599,839)	(1,626,373)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	827,980	3,245,196
Common	14,844,884	11,954,561
Payments on redemption of units:		
Advisor Class	(1,187,382)	(2,056,083)
Common	–	–
Reinvested capital gains distributions:		
Advisor Class	–	4,471
Common	–	43,372
	14,485,482	13,191,517
Distribution to unitholders		
From net investment income:		
Advisor Class	(1,634)	(2,272)
Common	(161,687)	(71,446)
From net realized gain:		
Advisor Class	–	(4,471)
Common	–	(43,372)
	(163,321)	(121,561)
Increase (decrease) in net assets for the period		
Advisor Class	(772,842)	1,068,992
Common	6,495,164	10,374,591
	$ 5,722,322	$ 11,443,583
Net assets, end of the period		
Advisor Class	$ 296,150	$ 1,068,992
Common	16,869,755	10,374,591
	$ 17,165,905	$ 11,443,583

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the FTSE RAFI Japan Canadian Dollar Hedged Index provided by FTSE International Limited. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the FTSE RAFI Japan Canadian Dollar Hedged Index in the same proportion as they are reflected in the FTSE RAFI Japan Canadian Dollar Hedged Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $890,250; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, foreign currency forward contracts, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in Japanese Yen. The Claymore ETF's reporting currency is the Canadian Dollar.

Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian Dollar relative to the Japanese Yen may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Foreign Exchange Forward Contracts ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
Japanese Yen	17,805,005	(17,874,616)	19,309	(50,302)	(0.29)

The Claymore ETF entered into foreign exchange forward contracts to hedge the currency risk. As at December 31, 2008, the currency exposure is fully hedged by the outstanding forward contracts.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of period	62,687	607,055	165,000	607,055
Units issued for cash	50,000	1,260,000	–	–
Reinvested capital gains distributions	–	–	–	–
Units redeemed	(80,000)	–	(102,313)	–
Units outstanding, end of period	32,687	1,867,055	62,687	607,055

Auditors' **Report**

To the Unitholders of
Claymore Japan Fundamental Index ETF C$ Hedged (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from February 14, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from February 14, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

Claymore Natural Gas Commodity ETF (the "Fund") has been designed to track the performance of the benchmark NGX Canadian Natural Gas Index, less fees and expenses, and provide non-leveraged exposure to the Alberta natural gas market. To achieve its investment objective, the Fund invests in physical forward contracts or other derivative contracts to obtain exposure to the natural gas market.

Fund and Market Performance

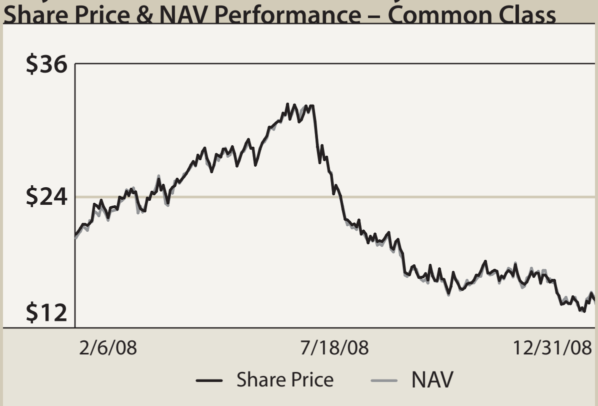
All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. The inception date of this Fund was February 6, 2008. This report discusses an abbreviated annual period from the Fund's inception date through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -29.18%, representing a change in NAV to $14.16 on December 31, 2008, from $20.00 on February 6, 2008. On a market price basis, the Fund's Common Units generated a total return of -27.60%, representing a change in market price to $14.48 on December 31, 2008, from $20.00 on February 6, 2008. For the period from the Fund's inception date of February 6, 2008, through December 31, 2008, the NGX Canadian Natural Gas Index returned -28.89%. For the same period, the S&P/TSX Composite Index, a widely used measure of the broad Canadian stock market, returned -28.47%.

Since the Fund is invested entirely in Alberta natural gas contracts, the performance of the Fund mirrors the underlying Alberta natural gas market, which is closely linked to the North American natural gas market. A number of factors have contributed to the Fund's performance in the months since it was established.

For the period from the Fund's inception in February until the beginning of July, the natural gas market trended higher due to high oil prices, low liquefied natural gas imports, and a widening year-over-year storage deficit. From July through the end of 2008, prices trended downwards due to weakening economic conditions coupled with strong domestic production growth, ending December below the price at the beginning of the period covered by this report. The result was sharply negative return for the Fund. Substantial working natural gas in storage at the end of the period, combined with soft demand resulting from a weak economy, suggest that natural gas prices are not likely to rise in the immediate future.

Performance **Highlights** | As at December 31, 2008

Claymore Natural Gas Commodity ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (02/06/08)	Market	NAV
Since inception - non-annualized	-27.60%	-29.18%

Sector Mix

Sector Mix	% of Fund's Net Asset Value
Energy	100.1
Short Term Notes	60.1
Cash and Cash Equivalents	4.1
Net Other Assets	(64.3)
	100.0

Top Issuers

Top Issuers	% of Fund's Net Asset Value
AECO Natural Gas, Contract (February 28, 2009)	100.1
RBC Dexia Investor Services	60.1
Cash and Cash Equivalents	4.1
	164.3
Total Net Asset Value	$12,747,577

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets
	Short Term Investments					
	Short Term Notes					
7,655,000	RBC Dexia Investor Services	1.280%	2-Jan-09	$ 7,655,000	$ 7,655,000	60.05%
	Common Stock					
	Energy					
2,119,600	AECO Natural Gas, Contract (February 28, 2009)		28-Feb-09	13,011,712	12,754,693	100.06
				20,666,712	20,409,693	160.11
	Transaction costs (note 2)			(462)	–	
	Total Investments			$ 20,666,250	$ 20,409,693	160.11%
	Liabilities less other assets				(7,662,384)	(60.11)
	Net Assets				$ 12,747,309	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008
Assets		
Investments, at fair value (note 2)	$	12,754,693
Cash and cash equivalents		8,182,271
Due from brokers		14,103,841
Accrued interest		52,605
GST recoverable		158,266
Broker margin		6,902,281
		42,153,957
Liabilities		
Accrued management fees		9,538
Due to brokers		29,397,110
		29,406,648
Net assets representing unitholders' equity		
Common	$	12,747,309
Units outstanding (1)		
Common		900,000
Net assets per unit (note 2)		
Common	$	14.16
Net asset value per unit (note 2)		
Common	$	14.16

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the period from February 6, 2008* to December 31, 2008

		2008
Income		
Interest	$	276,190
Expenses		
Management fees (note 4)		81,958
Other		44,249
Director fees		4,500
		130,707
Net investment income		145,483
Net realized loss on sale of investments		(5,726,870)
Transaction costs (note 2)		(22,837)
Change in unrealized depreciation in value of investments		(256,557)
Net loss on investments		(6,006,264)
Decrease in net assets from operations		
Common	$	(5,860,781)
Decrease in net assets from operations per unit		
Common	$	(10.59)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | For the period from February 6, 2008* to December 31, 2008

		2008
Net assets, beginning of the period	$	–
Decrease in net assets from operations		(5,860,781)
Capital unit transactions [1]		
Issuance of units for cash		18,608,090
Increase in net assets for the period		12,747,309
Net assets, end of the period	$	12,747,309

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to track the performance of the NGX Canadian Natural Gas Index (or other similar index), less fees and expenses, and provide non-leveraged exposure to the Alberta natural gas market. To achieve its investment objective, the Claymore ETF will use physical forward contracts, futures, or swaps to create exposure to the natural gas market. The counterparties to such contracts may include the NGX, Canadian financial institutions or other highly rated counterparties. Such counterparties will require the Claymore ETF to post collateral when entering into forward contracts. The balance of the Claymore ETF's assets will be invested in cash and cash equivalents.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $1,020,485; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Fund holds a short-term note, RBC Dexia Investor Services, which matures on January 2, 2009. As a result, the Fund's exposure to interest rate risk is considered minimal.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required.

The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008 Common Units
Units issued for cash	900,000
Units redeemed	–
Units outstanding, end of period	900,000

Auditors' Report

To the Unitholders of
Claymore Natural Gas Commodity ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from February 6, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from February 6, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore Oil Sands Sector ETF (the "Fund") has been designed to replicate, to the extent possible, the performance of the Sustainable Wealth Oil Sands Sector Index™ (the "Index"), net of expenses. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

The Index was designed to give investors the maximum exposure to one of the fastest growing industries in the Canadian energy sector and one of the largest reserves of oil in the world. The Index is restricted to companies that are highly focused on oil sands production and are expected to increase their oil sands production in the next ten years. The weightings in the Index are based on a proprietary mathematical formula that focuses on five key factors. By focusing on the following five factors, the Index is designed to invest in the companies that best represent the current and future production of oil sands:

- Current oil sands production measured in barrels per day
- Projected 10-year forward oil sands production measured in barrels per day
- Percentage of total production focused on oil sands production
- Market liquidity
- Market capitalization

The Index is updated annually on June 30 or, based on developments in the sector and input from an investment advisory board of industry experts, if there has been a corporate event such as divestiture, merger or acquisition.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -54.33%, representing a change in NAV to $10.80 on December 31, 2008, from $24.33 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -54.58%, representing a change in NAV to $10.80 on December 31, 2008, from $24.20 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -54.05%, representing a change in market price to $10.90 on December 31, 2008, from $24.39 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -55.17%, representing a change in market price to $10.43 on December 31, 2008, from $23.71 on December 31, 2007.

For the 12 month period ended December 31, 2008, the Sustainable Wealth Oil Sands Sector Index™ returned -49.75%, and the S&P/TSX Energy Index returned -33.93%. The S&P/TSX Energy Index measures the return of major energy stocks listed on the Toronto Stock Exchange.

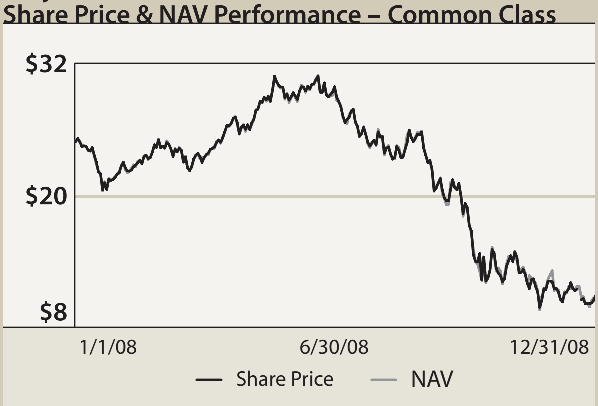
The Fund's Common Units paid a dividend of $0.307 per share on December 31, 2008. The Fund's Advisor Class Units paid a dividend of $0.198 per share on December 31, 2008.

The Fund's Investments and Performance Attribution

Oil prices rose during the first half of 2008, and then dropped sharply after peaking in early July. In an environment of falling energy prices, most of the Fund's holdings posted negative returns. An exception was an oil sands company, Synenco Energy Inc. (not in the portfolio at period end), the majority of which was purchased in August 2008 by Total E&P Canada Ltd., a wholly owned subsidiary of Total S.A., an international oil and gas company based in France. Other positions that performed relatively well were EnCana Corp. (8.6% of net assets) and Imperial Oil Ltd. (16.1% of net assets). Major detractors from return included Connacher Oil & Gas Ltd. (2.6% of net assets) and OPTI Canada Inc. (1.4% of net assets).

Performance **Highlights** | As at December 31, 2008

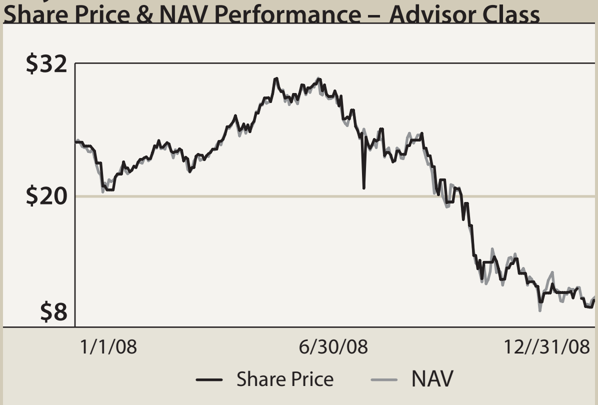
Claymore Oil Sands Sector ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (10/26/06)	Market	NAV
One year	-54.05%	-54.33%
Since inception - average annual	-22.54%	-22.85%

Claymore Oil Sands Sector ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (10/26/06)	Market	NAV
One year	-55.17%	-54.58%
Since inception - average annual	-24.52%	-23.35%

Sector Mix

Sector Mix	% of Fund's Net Asset Value
Equities	
Energy	77.2
Income Trusts	
Energy	22.4
Net Other Assets	0.3
Cash and Cash Equivalents	0.1
	100.0

Top Issuers

Top Issuers	% of Fund's Net Asset Value
Imperial Oil Ltd.	16.1
Suncor Energy Inc.	10.4
EnCana Corp.	8.6
Canadian Oil Sands Trust	8.4
Canadian Natural Resources Ltd.	8.3
Baytex Energy Trust	6.9
Petrobank Energy & Resources Ltd.	6.4
Husky Energy Inc.	6.2
Nexen Inc.	5.0
Enerplus Resources Fund	3.8
Petro-Canada	3.8
Ivanhoe Energy Inc.	3.2
Penn West Energy Trust	3.2
Oilsands Quest Inc.	2.9
Connacher Oil and Gas Ltd.	2.6
UTS Energy Corp.	2.4
OPTI Canada Inc.	1.4
Cash and Cash Equivalents	0.1
	99.7
Total Net Asset Value	**$18,319,386**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Income Trusts			
	Energy			
86,685	Baytex Energy Trust	$ 2,772,710	$ 1,255,199	
73,193	Canadian Oil Sands Trust	2,810,100	1,539,249	
28,952	Enerplus Resources Fund	1,350,494	690,795	
43,577	Penn West Energy Trust	1,222,595	591,340	
		8,155,899	4,076,583	22.36%
	Foreign Common Stocks			
	Energy			
593,152	Oilsands Quest Inc.	2,544,936	527,220	2.89
	Canadian Common Stocks			
	Energy			
31,321	Canadian Natural Resources Ltd.	2,293,091	1,526,899	
651,606	Connacher Oil and Gas Ltd.	2,509,599	475,672	
27,533	EnCana Corp.	1,896,578	1,562,498	
36,802	Husky Energy Inc.	1,548,257	1,135,342	
71,785	Imperial Oil Ltd.	3,435,641	2,941,032	
1,019,950	Ivanhoe Energy Inc.	3,097,105	591,571	
42,501	Nexen Inc.	1,361,885	906,121	
138,444	OPTI Canada Inc.	249,891	246,430	
25,817	Petro-Canada	1,244,744	686,990	
57,378	Petrobank Energy & Resources Ltd.	1,917,527	1,153,298	
79,681	Suncor Energy Inc.	3,956,476	1,890,033	
560,481	UTS Energy Corp.	2,527,015	431,570	
		26,037,809	13,547,456	74.29
		36,738,644	18,151,259	99.54%
	Transaction costs (note 2)	(7,340)	–	
	Total Investments	$ 36,731,304	18,151,259	
	Other assets less liabilities		83,582	0.46
	Net Assets		$ 18,234,841	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 18,151,259	$ 21,857,160
Cash	25,029	69,130
Dividends receivable	75,636	22,005
Due from brokers	–	1,750,027
	18,251,924	23,698,322
Liabilities		
Accrued management fees	10,873	11,441
Accrued service fees	6,210	10,617
Due to brokers	–	1,803,926
	17,083	1,825,984
Net assets representing unitholders' equity	$ 18,234,841	$ 21,872,338
Net assets representing unitholders' equity		
Advisor Class	$ 2,793,956	$ 3,626,586
Common	15,440,885	18,245,752
	$ 18,234,841	$ 21,872,338
Units outstanding [1]		
Advisor Class	260,000	150,000
Common	1,435,878	750,878
	1,695,878	900,878
Net assets per unit (note 2)		
Advisor Class	$ 10.75	$ 24.18
Common	$ 10.75	$ 24.30
Net asset value per unit (note 2)		
Advisor Class	$ 10.80	$ 24.20
Common	$ 10.80	$ 24.33

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

		2008		2007
Income				
Dividends	$	203,781	$	85,670
Interest		559,457		156,456
		763,238		242,126
Expenses				
Management fees (note 4)		165,761		115,402
Service fees (note 4)		31,638		35,851
Director fees		6,000		–
Interest and bank charges		6,317		422
		209,716		151,675
Net investment income		553,522		90,451
Net realized gain (loss) on sale of investments		(3,078,675)		1,036,705
Net realized gain (loss) on foreign exchange		(9,626)		142
Transaction costs (note 2)		(12,058)		–
Change in unrealized appreciation (depreciation) in value of investments		(20,674,694)		1,920,337
Change in unrealized appreciation on foreign currency		69		41
Net gain (loss) on investments		(23,774,984)		2,957,225
Increase (decrease) in net assets from operations	$	(23,221,462)	$	3,047,676
Increase (decrease) in net assets from operations				
Advisor Class	$	(3,766,480)	$	957,090
Common		(19,454,982)		2,090,586
	$	(23,221,462)	$	3,047,676
Increase (decrease) in net assets from operations per unit				
Advisor Class	$	(17.10)	$	4.59
Common	$	(18.69)	$	3.49

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** For the year ended December 31

	2008	2007
Net assets, beginning of the year		
Advisor Class	$ 3,626,586	$ 5,060,646
Common	18,245,752	9,122,250
	21,872,338	14,182,896
Increase (decrease) in net assets from operations		
Advisor Class	(3,766,480)	957,090
Common	(19,454,982)	2,090,586
	(23,221,462)	3,047,676
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	3,158,622	–
Common	18,447,168	7,145,880
Payment on redemption of units:		
Advisor Class	(173,292)	(2,379,660)
Common	(1,356,239)	–
Reinvested capital gains distributions:		
Advisor Class	–	55,957
Common	–	280,979
	20,076,259	5,103,156
Distribution to unitholders		
From net investment income:		
Advisor Class	(51,005)	(11,490)
Common	(436,745)	(112,964)
From net realized gain:		
Advisor Class	–	(55,957)
Common	–	(280,979)
From return of capital:		
Advisor Class	(475)	–
Common	(4,069)	–
	(492,294)	(461,390)
Increase (decrease) in net assets for the year		
Advisor Class	(832,630)	(1,434,060)
Common	(2,804,867)	9,123,502
	(3,637,497)	7,689,442
Net assets, end of the year		
Advisor Class	2,793,956	3,626,586
Common	15,440,885	18,245,752
	$ 18,234,841	$ 21,872,338

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the Sustainable Wealth Oil Sands Sector Index provided by Sustainable Wealth Management Ltd. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the Sustainable Wealth Oil Sands Sector Index in the same proportion as they are reflected in the Sustainable Wealth Oil Sands Sector Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $907,563; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian Dollar.

Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian Dollar relative to the U.S. Dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	527,220	65,304	592,524	3.25

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $29,626.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of year	150,000	750,878	250,000	450,000
Units issued for cash	125,000	795,000	–	300,878
Reinvested capital gains distributions [1]	–	–	–	–
Units redeemed	(15,000)	(110,000)	(100,000)	–
Units outstanding, end of year	260,000	1,435,878	150,000	750,878

[1] The Claymore ETF had capital gains distributions during the year ended December 31, 2007. The final annual capital gains distributions were not paid in cash but reinvested and used to increase the investors' adjusted cost base of the Claymore ETF.

Auditors' **Report**

To the Unitholders of
Claymore Oil Sands Sector ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The investment objective of **Claymore Premium Money Market ETF** (the "Fund") is to maximize current income to the extent consistent with the preservation of capital and liquidity by investing in high-quality, short-term (generally less than 90 days) debt securities, including treasury bills and promissory notes issued or guaranteed by Canadian governments or their agencies, bankers acceptances, and commercial paper (excluding asset-backed commercial paper) issued by Canadian chartered banks, loan companies, trust companies and corporations. Investments made by Claymore Premium Money Market ETF shall be in the top two ratings categories of any of the approved credit rating organizations (as defined in NI 81-102).

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. The inception date of this Fund was February 19, 2008, for both the Common Units and the Advisor Units. This report discusses the abbreviated annual period from the Fund's inception date through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of 2.42%, representing a change in NAV to $50.01 on December 31, 2008, from $50.00 on February 19, 2008. The Fund's Advisor Class Units generated a total return, on an NAV basis, of 2.21%, representing a change in NAV to $50.01 on December 31, 2008, from $50.00 on February 19, 2008. On a market price basis, the Fund's Common Units generated a total return of 2.41%, representing a change in market price to $50.01 on December 31, 2008, from $50.00 on February 19, 2008. The Fund's Advisor Class Units generated a total return, on a market price basis, of 2.30%, representing a change in market price to $50.06 on December 31, 2008, from $50.00 on February 19, 2008. At the end of the period the Advisor Class Units were trading at a market price premium to NAV due to the last trade of the Units which occurred on December 19, 2008. The Fund's manager believes that large discounts or premiums to the NAV of the Units, to the extent they occur, are not likely to be sustained.

For the period from the Fund's inception date through December 31, 2008, Canadian Government 91-day Treasury bills, which the Fund's manager considers representative of the Canadian money market, returned 2.32%.

During 2008, the Fund's Common Units paid monthly dividends per share:

March 31	April 30	May 30	June 30	July 31	August 29	Sept. 30	Oct. 31	Nov. 28	Dec. 31
$0.1635	$0.1346	$0.1220	$0.1075	$0.1310	$0.1116	$0.1029	$0.1235	$0.1058	$0.0840

During 2008, the Fund's Advisor Class Units paid monthly dividends per share:

March 31	April 30	May 30	June 30	July 31	August 29	Sept. 30	Oct. 31	Nov. 28	Dec. 31
$0.1539	$0.1217	$0.1115	$0.0990	$0.1200	$0.0983	$0.0950	$0.1115	$0.0950	$0.0740

The Fund's Investments and Performance Attribution

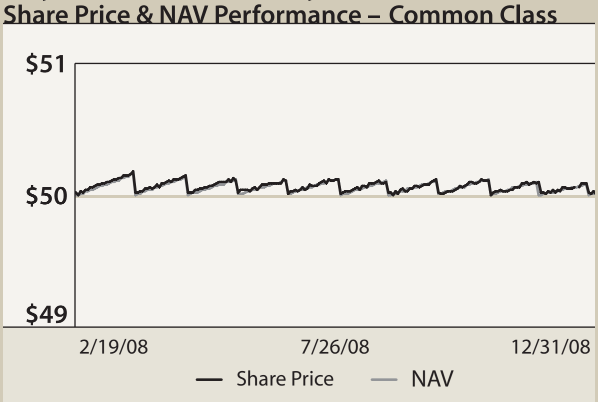
Since the Fund invests only in high-quality debt securities with maturities generally less than 90 days, its performance is determined by trends in the Canadian short-term credit market.

The normally stable short-term Canadian credit markets saw an unprecedented level of volatility during 2008, brought on by the strongest global recession in two generations. The credit crisis that started in the United States in 2008 spread increased concern around the globe about the health and viability of firms that depend on short-term paper. While the Canadian financial system was not as affected as its U.S. counterpart, credit markets in Canada did become very tight. Spreads between government paper and commercial paper soared until government assurances and actions helped ease investor concern. Yields on commercial paper began to drop as only the very best credit-backed firms issued paper, and remained on a downward trend, as the recession forced the Bank of Canada to reduce short-term interest rates to their lowest level since the Great Depression.

Given the volatile market conditions, we continue to strive to build a portfolio with capital preservation as a primary objective. The Fund has continued to invest in positions with strong credit quality, including government-issued notes, bank-guaranteed obligations, and debt securities that are either guaranteed by third parties or have exhibited solid fundamental credit trends as noted by various credit rating agencies. We have also worked to increase the Fund's average maturity, in order to lock in attractive current rates in the midst of a declining short-term rate environment.

Performance **Highlights** | As at December 31, 2008

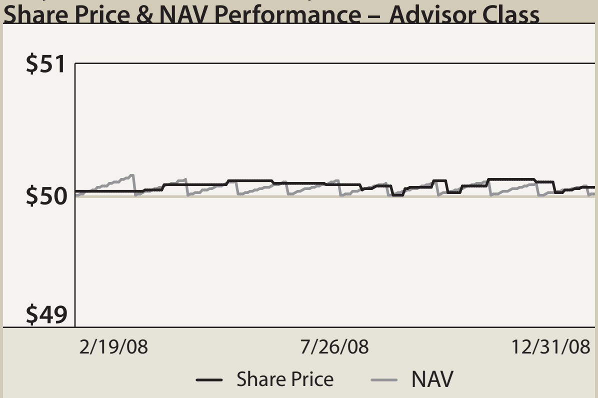
Claymore Premium Money Market ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (02/19/08)	Market	NAV
Since inception - cumulative	2.41%	2.42%

Claymore Premium Money Market ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (02/19/08)	Market	NAV
Since inception - cumulative	2.30%	2.21%

Sector Mix	% of Fund's Net Asset Value
Discount Commercial Paper	49.1
Bankers' Acceptance	23.9
Treasury Bills	14.9
Bearer Deposit Notes	9.9
Term Deposit	2.0
Net Other Assets	0.2
	100.0

Top 25 Issuers	Maturity Date	Coupon Rate	% of Fund's Net Asset Value
CDEPOT	Mar 05, 2009	1.70%	6.0
Total Capital Canada	Feb 11, 2009	1.65%	3.3
Canada Treasury Bills	Jan 22, 2009	1.90%	3.3
Canada Treasury Bills	Feb 19, 2009	1.81%	3.3
PSP Capital Inc.	Jan 20, 2009	2.58%	3.3
Wells Fargo Financial Corp. Canada	Jan 05, 2009	1.55%	2.7
Omers Realty Corp.	Jan 13, 2009	1.59%	2.7
Canadian Imperial Bank of Commerce	Jan 07, 2009	1.57%	2.7
GE Capital Canada Funding Co.	Jan 09, 2009	1.87%	2.7
Total Capital Canada	Jan 05, 2009	2.10%	2.7
Bank of Nova Scotia	Jan 05, 2009	1.97%	2.7
Toronto-Dominion Bank	Feb 02, 2009	1.94%	2.7
PSP Capital Inc.	Mar 03, 2009	1.70%	2.7
Firstbank	Mar 09, 2009	1.60%	2.7
Royal Bank of Canada	Jan 28, 2009	2.48%	2.7
Firstbank	Feb 09, 2009	2.41%	2.7
Omers Realty Corp.	Jan 20, 2009	2.59%	2.7
Bank of Nova Scotia	Jan 19, 2009	2.53%	2.6
Firstbank	Jan 29, 2009	2.55%	2.6
Caterpillar Inc.	Jan 12, 2009	3.25%	2.6
Nestle Capital Canada	Jan 29, 2009	1.25%	2.0
Honda Canada Finance Inc.	Jan 07, 2009	2.55%	2.0
PSP Capital Inc.	Jan 16, 2009	2.40%	2.0
Caterpillar Inc.	Jan 13, 2009	2.65%	2.0
Toronto-Dominion Bank	Jan 30, 2009	2.50%	2.0
			69.4
Total Net Asset Value			**$37,510,904**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Par value, Number of Shares/Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets
	Short Term Investments					
	Treasury Bills					
500,000	Canada Treasury Bills	1.571%	8-Jan-09	$ 497,848	$ 499,915	
500,000	Canada Treasury Bills	1.898%	5-Feb-09	497,825	499,610	
1,250,000	Canada Treasury Bills	1.898%	22-Jan-09	1,244,563	1,249,413	
500,000	Canada Treasury Bills	1.211%	5-Mar-09	498,610	499,275	
1,250,000	Canada Treasury Bills	1.811%	19-Feb-09	1,243,815	1,248,613	
500,000	Province of Manitoba Treasury Bills	2.301%	21-Jan-09	497,335	499,760	
500,000	Province of Ontario Treasury Bills	2.100%	16-Jan-09	497,510	499,820	
600,000	Province of Ontario Treasury Bills	1.500%	27-Feb-09	597,936	599,154	
				5,575,442	5,595,560	14.91%
	Bankers' Acceptance					
500,000	Bank of Nova Scotia	1.770%	3-Mar-09	497,875	498,710	
1,000,000	Canadian Imperial Bank of Commerce	1.566%	7-Jan-09	998,850	999,700	
1,000,000	Firstbank	2.551%	29-Jan-09	993,680	998,770	
1,000,000	Firstbank	2.409%	9-Feb-09	994,160	998,310	
1,000,000	Firstbank	1.600%	9-Mar-09	996,200	997,200	
500,000	Royal Bank of Canada	2.390%	12-Feb-09	497,170	499,095	
500,000	Royal Bank of Canada	2.161%	23-Feb-09	497,350	498,870	
500,000	Toronto-Dominion Bank	1.475%	27-Feb-09	498,650	498,785	
750,000	Toronto-Dominion Bank	2.498%	30-Jan-09	745,358	749,048	
500,000	Toronto-Dominion Bank	2.151%	19-Feb-09	497,450	498,950	
1,000,000	Toronto-Dominion Bank	1.942%	2-Feb-09	996,660	998,600	
750,000	Toronto-Dominion Bank	2.549%	27-Jan-09	745,058	749,138	
				8,958,461	8,985,176	23.94
	Discount Commercial Paper					
750,000	Caterpillar Inc.	2.652%	13-Jan-09	747,015	749,655	
500,000	Caterpillar Inc.	3.299%	15-Jan-09	495,965	499,735	
500,000	Caterpillar Inc.	2.629%	4-Feb-09	496,780	499,380	
1,000,000	Caterpillar Inc.	3.249%	12-Jan-09	992,140	999,580	
2,275,000	CDEPOT	1.701%	5-Mar-09	2,267,308	2,269,696	
500,000	Financiere CDP Inc.	1.666%	5-Jan-09	499,430	499,910	
700,000	GE Capital Canada Funding Co.	1.893%	7-Jan-09	698,985	699,825	
1,000,000	GE Capital Canada Funding Co.	1.871%	9-Jan-09	998,720	999,680	
750,000	Honda Canada Finance Inc.	2.550%	7-Jan-09	748,223	749,813	
750,000	Nestle Capital Canada	1.250%	29-Jan-09	749,025	749,235	
1,000,000	Omers Realty Corp.	1.588%	13-Jan-09	998,870	999,540	
500,000	Omers Realty Corp.	1.599%	4-Mar-09	498,145	498,855	
500,000	Omers Realty Corp.	2.500%	6-Jan-09	498,295	499,895	
1,000,000	Omers Realty Corp.	2.592%	20-Jan-09	994,143	999,290	
1,250,000	PSP Capital Inc.	2.579%	20-Jan-09	1,243,133	1,249,113	
1,000,000	PSP Capital Inc.	1.698%	3-Mar-09	996,485	997,750	
750,000	PSP Capital Inc.	2.398%	16-Jan-09	747,398	749,573	
500,000	PSP Capital Inc.	2.400%	13-Jan-09	498,165	499,770	
1,000,000	Total Capital Canada	2.102%	5-Jan-09	998,390	999,820	
1,250,000	Total Capital Canada	1.653%	11-Feb-09	1,246,793	1,248,125	
1,000,000	Wells Fargo Financial Corp. Canada	1.553%	5-Jan-09	999,150	999,820	
				18,412,558	18,458,060	49.19

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Par value, Number of Shares/Units	Description	Coupon Rate	Maturity Date	Average Cost	Fair Value	% of Net Assets
	Bearer Deposit Notes					
1,000,000	Bank of Nova Scotia	1.975%	5-Jan-09	$ 998,110	$ 999,790	
1,000,000	Bank of Nova Scotia	2.530%	19-Jan-09	993,800	999,190	
750,000	Bank of Nova Scotia	2.538%	21-Jan-09	745,335	749,332	
1,000,000	Royal Bank of Canada	2.479%	28-Jan-09	994,630	998,810	
				3,731,875	3,747,122	9.98%
	Term Deposit					
735,000	RBC Dexia	0.580%	2-Jan-09	735,000	735,000	1.96
	Total Short Term Investments			37,413,336	37,520,918	99.98
	Total Investments			$ 37,413,336	37,520,918	99.98%
	Other assets less liabilities				6,595	0.02
	Net Assets				$ 37,527,513	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31, 2008

		2008
Assets		
Investments, at fair value (note 2)	$	37,520,918
Cash		16,511
		37,537,429
Liabilities		
Accrued management fees		8,344
Accrued service fees		1,572
		9,916
Net assets representing unitholders' equity	$	37,527,513
Net assets representing unitholders' equity		
Advisor Class	$	2,501,690
Common		35,025,823
	$	37,527,513
Units outstanding [(1)]		
Advisor Class		50,000
Common		700,000
		750,000
Net assets per unit (note 2)		
Advisor Class	$	50.03
Common	$	50.04
Net asset value per unit (note 2)		
Advisor Class	$	50.01
Common	$	50.01

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the period from February 19, 2008* to December 31, 2008

		2008
Income		
Interest	$	820,044
Expenses		
Management fees (note 4)		79,987
Interest and bank charges		6,915
Service fees (note 4)		5,427
Director fees		4,500
		96,829
Net investment income		723,215
Change in unrealized appreciation in value of investments		107,583
		107,583
Increase in net assets from operations	$	830,798
Increase in net assets from operations		
Advisor Class	$	55,685
Common		775,113
	$	830,798
Increase in net assets from operations per unit		
Advisor Class	$	1.12
Common	$	1.19

*Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | For the period from February 19, 2008* to December 31, 2008

		2008
Net assets, beginning of the period		
Advisor Class	$	–
Common		–
		–
Increase in net assets from operations		
Advisor Class		55,685
Common		775,113
		830,798
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class		2,500,000
Common		55,051,960
Payment on redemption of units:		
Advisor Class		–
Common		(20,015,120)
		37,536,840
Distribution to unitholders		
From net investment income:		
Advisor Class		(50,779)
Common		(739,315)
From return of capital:		
Advisor Class		(3,216)
Common		(46,815)
		(840,125)
Increase in net assets for the period		
Advisor Class		2,501,690
Common		35,025,823
		37,527,513
Net assets, end of the period		
Advisor Class		2,501,690
Common		35,025,823
	$	37,527,513

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF's investment objective is to maximize current income to the extent consistent with the preservation of capital and liquidity by investing in high-quality, short-term (generally less than 90 days) debt securities, including treasury bills and promissory notes issued or guaranteed by Canadian governments or their agencies, bankers acceptances, and commercial paper (excluding asset-backed commercial paper) issued by Canadian chartered banks, loan companies, trust companies and corporations. Investments made by Claymore ETF shall be in the top two ratings categories of any of the approved credit rating organizations.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The majority of the Claymore ETF's financial assets are interest bearing. As a result, the Claymore ETF is subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

The table below summarizes the Claymore ETF's exposure to interest rate risk. Table includes the Claymore ETF's assets at fair values, categorized by the earlier of contractual re-pricing or maturity dates.

	Less than 1 month	1 - 3 months	Total
As at December 31, 2008			
Short-term investments	23,671,941	13,848,978	37,520,919

Exposure to interest rate risk is minimal since short-term investments have maturities of less than three months.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. The Claymore ETF's credit risk concentration is investments in debt instruments. The Claymore ETF limits its exposure to credit loss by placing its investments and short-term investments with high credit quality government and financial institutions. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

All transactions in listed securities are settled for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

As at December 31, 2008, the Claymore ETF invested in debt instruments with the following credit ratings:

Debt instruments by credit ratings	Percentage of investment category (%)
AAA/Aaa/AAA/Bonds A++	52.18
AA/Aa/AA/Bonds A+	16.65
Unrated	31.17
Total debt instruments category	100.00

The ratings are first obtained from Standard & Poor's, then Moody's if a rating from Standard & Poor's is not available, then DBRS if a rating from Moody's is not available, then CBRS if a rating from DBRS is not available.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the period ended December 31, 2008 were as follows:

	December 31, 2008	
	Advisor Class Units	**Common Units**
Units issued for cash	50,000	1,100,000
Units redeemed	–	(400,000)
Units outstanding, end of period	50,000	700,000

Auditors' **Report**

To the Unitholders of
Claymore Premium Money Market ETF (the "Fund")

We have audited the statement of net assets and the statement of investment portfolio of the Fund as at December 31, 2008 and the statement of operations, and changes in net assets for the period from February 19, 2008 (date of inception) to December 31, 2008. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund and its investments as at December 31, 2008, and the results of its operations, and changes in net assets for the period from February 19, 2008 (date of inception) to December 31, 2008 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore S&P Global Water ETF (the "Fund") has been designed to replicate the performance of the S&P Global Water Index (the "Index"), net of expenses. The investment strategy of the Fund is to invest in and hold the constituent securities of the Index.

The S&P Global Water Index is comprised of 50 stocks selected, based on investment and other criteria, from a group of companies listed globally on exchanges in developed markets. This group includes all companies classified by S&P's Capital IQ Industry Classifications (the "CIQ Database") as being associated with the global demand for water including water utilities, infrastructure, equipment, instruments and materials.

The S&P Global Water Index comprises 50 stocks selected based on the relative importance of the global water industry within their business model and has a balanced representation from different segments of the water industry consisting of 25 water utilities and infrastructure companies (which includes: water supply; water utilities; waste water treatment; water, sewer and pipeline construction; water purification; water well drilling; and water testing companies) and 25 water equipment, instruments and materials companies (which includes: water treatment chemicals; water treatment appliances; pumps and pumping equipment; fluid power pumps and motors; totalizing fluid meters; and counting devices companies) (collectively, the "Water Industry Groups") based upon the CIQ Database. To ensure investability, a developed market listing and a minimum market capitalization of $250 million are required. The S&P Global Water Index is equal weighted (50%) to each of the Water Industry Groups and rebalanced annually.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -24.24%, representing a change in NAV to $13.79 on December 31, 2008, from $18.55 on December 31, 2007. The Adviser Class Units generated a total return of -24.86% on an NAV basis, representing a change in NAV to $13.79 on December 31, 2008, from $18.55 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -28.58%, representing a change in market price to $13.70 on December 31, 2008, from $19.54 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -36.10%, representing a change in market price to $12.01 on December 31, 2008, from $19.01 on December 31, 2007.

For the 12-month period ended December 31, 2008, the S&P Global Water Index returned -23.31%.

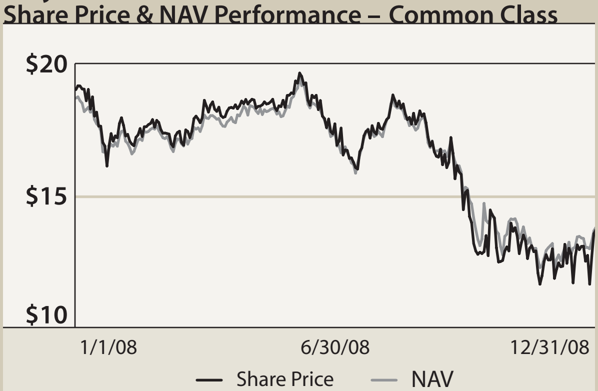
During 2008 the Fund's Common Units paid quarterly dividends of $0.0730 on March 31, $0.0763 on June 30, $0.0730 on September 30, and $0.0730 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.0400 on March 31, $0.0391 on June 30, $0.0451 on September 30, and $0.0470 on December 31.

The Fund's Investments and Performance Attribution

The Fund's holdings are concentrated in the industrials, utilities and basic materials sectors, all of which were down for during 2008. Holdings that contributed to performance included two U.S. water utility companies, Aqua America Inc. (3.8% of net assets) and California Water Service Group (1.3% of net assets) and Ciba Holding AG (not held in portfolio at period end), a Swiss specialty chemicals company. Positions that detracted from performance included Veolia Environnement S.A. (9.7% of net assets), a French environmental services company; United Utilities Group PLC (8.3% of net assets), a British water utility company; and Nalco Holding Co. (3.3% of net assets), a global provider of integrated water treatment services.

Performance **Highlights** | As at December 31, 2008

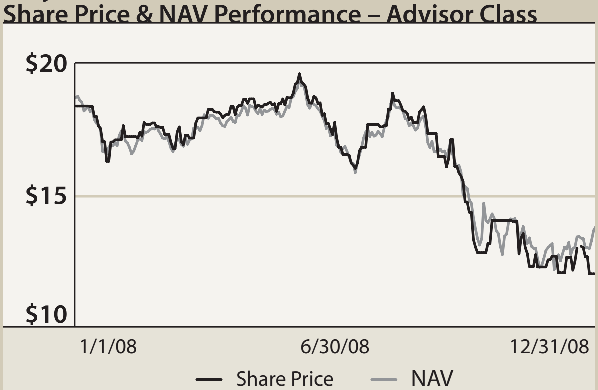
Claymore S&P Global Water ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (06/04/07)	Market	NAV
One year	-28.58%	-24.24%
Since inception - average annual	-20.09%	-19.73%

Claymore S&P Global Water ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (06/04/07)	Market	NAV
One year	-36.10%	-24.86%
Since inception - average annual	-27.03%	-20.37%

Sector Mix

Sector Mix	% of Fund's Net Asset Value
Industrials	55.1
Utilities	42.7
Materials	1.9
Net Other Assets	0.7
Cash and Cash Equivalents	(0.4)
	100.0

Top 25 Issuers

Top 25 Issuers	% of Fund's Net Asset Value
Veolia Environnement	9.7
Geberit AG, Registered Shares	9.1
United Utilities Group PLC	8.4
Suez Environnement SA	6.2
ITT Corp.	5.6
Severn Trent PLC	5.6
Kurita Water Industries Ltd.	5.5
Danaher Corp.	5.1
Pentair Inc.	4.8
Aqua America Inc.	3.8
Pennon Group PLC	3.4
Nalco Holding Co.	3.3
Itron Inc.	2.2
IDEX Corp.	2.0
Cia de Saneamento Basico do Estado de Sao Paulo, ADR	1.9
Northumbrian Water Group PLC	1.8
Watts Water Technologies Inc., Class A	1.5
Arch Chemicals Inc.	1.3
California Water Service Group	1.3
Calgon Carbon Corp.	1.3
Hera SpA	1.3
Uponor OYJ	1.2
Valmont Industries Inc.	1.1
Franklin Electric Co. Inc.	1.1
Andritz AG	1.0
	89.5
Total Net Asset Value	**$42,974,734**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Foreign Common Stocks			
	Materials			
17,714	Arch Chemicals Inc.	$ 656,865	$ 568,569	
23,016	Kemira OYJ	416,358	234,607	
		1,073,223	803,176	1.88%
	Industrials			
	Capital Goods			
13,779	Andritz AG	606,953	425,141	
10,444	Badger Meter Inc.	442,226	374,031	
6,875	Cardo AB	169,069	122,351	
31,647	Danaher Corp.	2,536,912	2,210,883	
137,000	Ebara Corp.	369,025	380,607	
26,921	Flow International Corp.	261,755	80,094	
10,074	Fomento de Construcciones y Contratas SA	489,263	403,313	
13,593	Franklin Electric Co. Inc.	591,653	470,865	
29,956	Geberit AG, Registered Shares	4,223,281	3,929,647	
16,256	Hamworthy PLC	116,464	68,670	
29,331	IDEX Corp.	1,081,677	870,472	
42,470	ITT Corp.	2,806,880	2,406,514	
20,974	Mueller Water Products Inc.	246,166	213,614	
22,000	Organo Corp.	222,263	171,973	
70,609	Pentair Inc.	2,625,324	2,062,378	
39,915	Uponor OYJ	1,037,706	515,085	
6,252	Valmont Industries Inc.	591,065	472,659	
21,145	Watts Water Technologies Inc., Class A	695,168	651,808	
		19,112,850	15,830,105	36.96
	Commercial Services & Supplies			
6,322	BWT AG	320,896	120,421	
29,154	Calgon Carbon Corp.	441,752	550,659	
643,000	China Everbright International Ltd.	107,692	145,439	
9,484	Christ Water Technology AG	153,278	24,575	
234,000	Epure International Ltd.	100,377	48,121	
140,000	Hyflux Ltd.	299,225	211,127	
72,600	Kurita Water Industries Ltd.	2,423,956	2,348,151	
9,161	Layne Christensen Co.	399,699	270,632	
100,652	Nalco Holding Co.	2,451,059	1,430,182	
128,457	Suez Environnement SA	3,420,273	2,656,256	
		10,118,207	7,805,563	18.22
	Total Industrials	29,231,057	23,635,668	55.18

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Utilities			
20,459	ACEA SpA	$ 408,066	$ 334,582	
8,207	American States Water Co.	317,705	333,735	
63,829	Aqua America Inc.	1,267,236	1,620,861	
9,805	California Water Service Group	383,114	560,068	
516,000	China Water Affairs Group Ltd.	180,923	76,439	
26,818	Cia de Saneamento Basico do Estado de Sao Paulo, ADR	1,299,823	799,534	
6,008	Consolidated Water Co. Inc.	135,946	92,118	
6,000	Guangdong Investment Ltd.	3,105	2,963	
208,159	Hera SpA	867,598	532,239	
12,203	Itron Inc.	1,076,210	960,374	
185,039	Northumbrian Water Group PLC	1,183,157	775,087	
165,911	Pennon Group PLC	2,024,235	1,465,021	
3,852	Pico Holdings Inc.	169,218	125,826	
112,232	Severn Trent PLC	3,107,155	2,362,527	
6,220	SJW Corp.	193,634	228,593	
8,399	Sociedad General de Aguas de Barcelona SA	177,006	210,429	
11,639	Southwest Water Co.	157,837	46,123	
324,718	United Utilities Group PLC	4,556,510	3,573,333	
109,606	Veolia Environnement	6,936,146	4,175,538	
		24,444,624	18,275,390	42.67%
	Total Foreign Common Stocks	54,748,904	42,714,234	99.73
	Transaction costs (note 2)	(58,471)	–	
	Total Investments	$ 54,690,433	42,714,234	99.73%
	Other assets less liabilities		115,286	0.27
	Net Assets		$ 42,829,520	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	42,714,234	$	31,768,067
Dividends receivable		215,095		87,982
Due from brokers		107,433		–
		43,036,762		31,856,049
Liabilities				
Distribution payable		3,289		–
Bank indebtedness		174,454		8,924
Accrued management fees		21,632		17,249
Accrued service fees		7,867		3,805
Due to brokers		–		157,459
		207,242		187,437
Net assets representing unitholders' equity	$	42,829,520	$	31,668,612
Net assets representing unitholders' equity				
Advisor Class	$	4,287,507	$	2,650,035
Common		37,777,488		29,018,577
Institutional Class		764,525		–
	$	42,829,520	$	31,668,612
Units outstanding [(1)]				
Advisor Class		312,000		143,000
Common		2,748,000		1,566,000
Institutional Class		54,813		–
		3,114,813		1,709,000
Net assets per unit (note 2)				
Advisor Class	$	13.74	$	18.53
Common	$	13.75	$	18.53
Institutional Class	$	13.95	$	–
Net asset value per unit (note 2)				
Advisor Class	$	13.79	$	18.55
Common	$	13.79	$	18.55
Institutional Class	$	14.00	$	–

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period Ended June 4, 2007* to December 31, 2007
Income		
Dividends	$ 1,154,974	$ 252,328
Interest	1,026	327
Securities lending	(2,780)	2,780
	1,153,220	255,435
Expenses		
Management fees (note 4)	270,239	106,249
Service fees (note 4)	34,916	12,696
Director fees	6,000	–
Other	5,050	–
Interest and bank charges	16,074	5,553
	332,279	124,498
Net investment income	820,941	130,937
Net realized loss on sale of investments	(4,062,126)	(1,055,809)
Net realized loss on foreign exchange	(84,734)	(15,565)
Transaction costs (note 2)	(79,180)	(15,225)
Change in unrealized depreciation in value of investments	(11,048,942)	(927,256)
Change in unrealized appreciation (depreciation) in foreign exchange	1,762	(190)
Net loss on investments	(15,273,220)	(2,014,045)
Decrease in net assets from operations	$ (14,452,279)	$ (1,883,108)
Decrease in net assets from operations		
Advisor Class	$ (1,409,630)	$ (246,912)
Common	(12,813,026)	(1,636,196)
Institutional Class	(229,623)	–
	$ (14,452,279)	$ (1,883,108)
Decrease in net assets from operations per unit		
Advisor Class	$ (5.31)	$ (1.66)
Common	$ (5.39)	$ (1.17)
Institutional Class	$ (4.21)	$ –

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period June 4, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 2,650,035	$ –
Common	29,018,577	–
Institutional Class	–	–
	31,668,612	–
Decrease in net assets from operations		
Advisor Class	(1,409,630)	(246,912)
Common	(12,813,026)	(1,636,196)
Institutional Class	(229,623)	–
	(14,452,279)	(1,883,108)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	4,957,798	3,796,161
Common	26,518,071	30,848,727
Institutional Class	1,000,000	–
Payment on redemption of units:		
Advisor Class	(1,861,122)	(892,120)
Common	(4,202,810)	–
Institutional Class	(2,563)	–
	26,409,374	33,752,768
Distribution to unitholders		
From net investment income:		
Advisor Class	(42,472)	(3,363)
Common	(636,838)	(91,939)
Institutional Class	(2,818)	–
From return of capital:		
Advisor Class	(7,102)	(3,731)
Common	(106,486)	(102,015)
Institutional Class	(471)	–
	(796,187)	(201,048)
Increase in net assets for the period		
Advisor Class	1,637,472	2,650,035
Common	8,758,911	29,018,577
Institutional Class	764,525	–
	$ 11,160,908	$ 31,668,612
Net assets, end of the period		
Advisor Class	$ 4,287,507	$ 2,650,035
Common	37,777,488	29,018,577
Institutional Class	764,525	–
	$ 42,829,520	$ 31,668,612

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the S&P Global Water Index provided by Standard & Poor's ("S&P"). The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the S&P Global Water Index in the same proportion as they are reflected in the S&P Global Water Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $2,135,712; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF holds cash and investments that are denominated in currencies other than the Canadian Dollar, the functional currency.

It is therefore exposed to currency risk, as the value of the securities denominated in other currencies fluctuate due to changes in exchange rates.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	17,400,594	8,578	163,855	17,573,027	41.03
Euro Currency	9,632,186	23,343	–	9,655,529	22.54
Sterling Pound	8,244,638	–	147,160	8,391,798	19.59
Swiss Franc	3,929,647	–	–	3,929,647	9.18
Swedish Krone	122,351	–	–	122,351	0.29
Japanese Yen	2,900,730	–	–	2,900,730	6.77
Hong Kong Dollar	224,840	–	–	224,840	0.52
Singapore Dollar	259,248	(634)	–	258,614	0.60
TOTAL	42,714,234	31,287	311,015	43,056,536	100.52

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the foreign currencies the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $2,152,827.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units and an unlimited number of Institutional Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		
	Advisor Class Units	**Common Units**	**Institutional Class Units**
Units outstanding, beginning of period	143,000	1,566,000	–
Units issued for cash	274,000	1,501,000	54,991
Units redeemed	(105,000)	(319,000)	(178)
Units outstanding, end of period	312,000	2,748,000	54,813

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units issued for cash	193,000	1,566,000
Units redeemed	(50,000)	–
Units outstanding, end of period	143,000	1,566,000

Auditors' **Report**

To the Unitholders of
Claymore S&P Global Water ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from June 4, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from June 4, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore S&P/TSX CDN Preferred Share ETF (the "Fund") has been designed to replicate the performance of the S&P/TSX Preferred Share Index™ (the "Index"), net of expenses. S&P/TSX Preferred Share Index™ is a trademark of Standard and Poor's ("S&P"), a division of The McGraw-Hill Companies, Inc. The investment strategy of the Fund is to invest in and hold a proportionate share of the constituents of the Index in the same proportion as they are reflected in the Index.

The Index is designed to serve the investment community's need for an investable benchmark representing the Canadian preferred share market. The Index measures the performance of a selected group of preferred shares listed on the Toronto Stock Exchange. The Index is comprised of preferred shares issued by Canadian entities that meet criteria relating to minimum size, liquidity, issuer rating and exchange listing determined by S&P. The Index is based on a market capitalization weighted scheme and calculated by the divisor methodology used in S&P's equity indices. The Index is rebalanced twice a year, in January and July, when Index shares and constituents are reviewed.

Preferred shares are a class of equity security which pays a specified dividend that must be paid before any dividends can be paid to common share holders, and which takes precedence over common shares in the event of the company's liquidation. Although preferred shares represent a share ownership interest in a company, preferred shares generally do not carry voting rights and have economic characteristics similar to fixed income securities. Preferred shares generally are issued with a fixed par value and pay dividends based on a percentage of that par value at a fixed or variable rate. Additionally, preferred shares often have a liquidation value that generally equals the original purchase price of the preferred share at the date of issuance.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of –17.20%, representing a change in NAV to $14.11 on December 31, 2008, from $17.95 on December 31, 2007. For the same period, the Fund's Advisor Class Units generated a total return of –17.62% on an NAV basis, representing a change in NAV to $14.12 on December 31, 2008, from $17.95 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of –16.90%, representing a change in market price to $14.28 on December 31, 2008, from $18.10 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of –15.99%, representing a change in market price to $14.28 on December 31, 2008, from $17.80 on December 31, 2007.

For the 12-month period ended December 31, 2008, the S&P/TSX Preferred Share Index™ returned –16.85%.

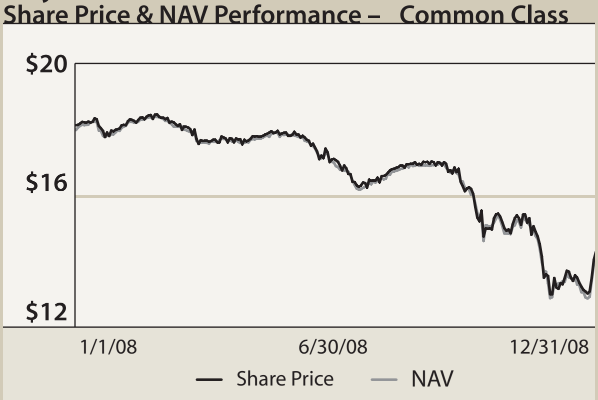
During 2008 the Fund's Common Units paid quarterly dividends of $0.2082 on March 31, $0.2097 on June 30, $0.2135 on September 30, and $0.2135 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.1843 on March 31, $0.1868 on June 30, $0.1910 on September 30, and $0. 1910 on December 31.

The Fund's Investments and Performance Attribution

During 2008 only the consumer staples sector made a positive contribution to the Fund's return. The financials sector was the greatest detractor from return. For the 12-month period ended December 31, 2008, holdings that contributed to performance included Canadian Imperial Bank of Commerce (3.9% of net assets), a diversified financial institution; two issues of George Weston Limited (4.3% of net assets), a food processing and distribution company; and Enbridge Inc. (1.1% of net assets), an energy delivery company. Positions that detracted from performance included several issues each of Brookfield Asset Management Inc. (2.7% of net assets), a global asset management company with interests in real estate, renewable power, infrastructure, specialty investment funds, and fixed income and real estate securities; and Sun Life Financial Inc. (6.3% of net assets), an international financial services organization.

Fund **Summary** | As of December 31, 2008

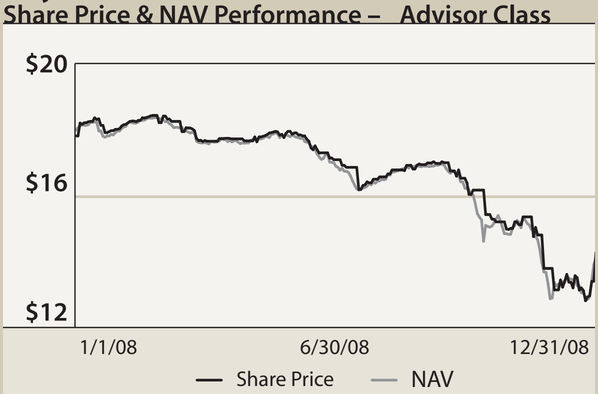
Claymore S&P/TSX CDN Preferred Share ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (04/10/07)	Market	NAV
One Year	-16.90%	-17.20%
Since inception - annualized	-13.52%	-14.10%

Claymore S&P/TSX CDN Preferred Share ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (04/10/07)	Market	NAV
One Year	-15.99%	-17.62%
Since inception - annualized	-13.98%	-14.54%

Sector Mix	% of Fund's Net Asset Value
Preferred Shares	
Financials	79.8
Consumer Staples	5.5
Utilities	5.1
Telecommunication Services	4.6
Energy	2.7
Consumer Discretionary	2.0
Net Other Assets	0.3
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Canadian Imperial Bank of Commerce, Series 23, 5.30%	3.9
Toronto Dominion Bank, Series M, 4.70%	3.5
IGM Financial Inc., Series A, 5.75%	3.4
Manulife Financial Corp., Class A, Series 1, 4.10%	3.2
Bank of Nova Scotia, Series 20, 5.00%	3.0
Bank of Nova Scotia, Series 18, 5.00%	2.9
Toronto-Dominion Bank, Series O, 4.85%	2.9
Canadian Imperial Bank of Commerce, Series 31, 4.70%	2.8
Bank of Nova Scotia, Series 16, 5.25%	2.6
George Weston Ltd., Series II, 5.15%	2.5
Sun Life Financial Inc., Series 1, 4.75%.	2.5
Canadian Imperial Bank of Commerce, Class A, Series 30, 4.80%	2.5
Bank of Montreal, Series 16, 5.20%	2.5
Manulife Financial Corp., Series 2, 4.65%	2.3
Royal Bank of Canada, Series W, 4.90%	2.2
Bank of Montreal, Series 13, 4.50%	2.1
Toronto Dominion Bank, Series S, 5.00%	2.1
Great-West Lifeco Inc., Series G, 5.20%	2.0
YPG Holdings Inc., Series 1, 4.25%	2.0
Royal Bank of Canada, Series AB, 4.70%	2.0
Manulife Financial Corp., Series 3, 4.50%	2.0
Sun Life Financial Inc., Class A,Series 2, 4.80%	2.0
Fortis Inc., Series E, 4.90%	1.9
Great-West Lifeco Inc., Series H, 4.85%	1.8
BCE Inc., Series 19, 4.65%	1.8
	62.4
Total Net Asset Value	**$84,005,161**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | **As at December 31, 2008**

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Preferred Stocks			
	Energy			
39,498	Enbridge Inc., Series A, 5.50%	$ 900,134	$ 939,657	
31,605	TransCanada Pipelines Ltd., Series Y, 5.60%	1,535,131	1,304,338	
		2,435,265	2,243,995	2.70%
	Consumer Discretionary			
	Media			
94,804	YPG Holdings Inc., Series 1, 4.25%	2,083,312	1,684,667	2.03
	Consumer Staples			
	Food & Staples Retailing			
74,263	George Weston Ltd., Series I, 5.80%	1,604,658	1,461,496	
83,753	George Weston Ltd., Series II, 5.15%	2,129,801	2,098,850	
63,211	George Weston Ltd., Series IV, 5.20%	1,242,487	1,049,303	
		4,976,946	4,609,649	5.55
	Financials			
	Banks			
110,613	Bank of Montreal, Series 13, 4.50%	2,161,997	1,777,551	
94,804	Bank of Montreal, Series 16, 5.20%	2,292,435	2,038,286	
109,028	Bank of Nova Scotia, Series 16, 5.25%	2,278,633	2,142,400	
109,028	Bank of Nova Scotia, Series 18, 5.00%	2,673,385	2,442,227	
110,613	Bank of Nova Scotia, Series 20, 5.00%	2,671,376	2,456,715	
126,410	Canadian Imperial Bank of Commerce, Class A, Series 30, 4.80%	2,550,526	2,083,237	
126,410	Canadian Imperial Bank of Commerce, Series 23, 5.30%	3,273,185	3,225,981	
142,219	Canadian Imperial Bank of Commerce, Series 31, 4.70%	2,842,659	2,350,880	
55,307	HSBC Bank Canada, Series D, 5.00%	1,201,304	915,884	
63,211	National Bank of Canada, Series 15, 5.85%	1,492,801	1,192,159	
54,520	National Bank of Canada, Series 20, 6.00%	1,265,952	1,084,948	
63,598	National Bank of Canada, Series 21, 5.375%	1,545,787	1,348,278	
94,804	Royal Bank of Canada, Series AB, 4.70%	1,993,681	1,698,888	
94,804	Royal Bank of Canada, Series W, 4.90%	2,095,144	1,793,692	
110,613	Toronto Dominion Bank, Series M, 4.70%	2,909,081	2,843,860	
79,008	Toronto Dominion Bank, Series S, 5.00%	1,920,936	1,718,424	
134,314	Toronto-Dominion Bank, Series O, 4.85%	2,949,684	2,412,279	
		38,118,566	33,525,689	40.40
	Diversified Financials			
49,182	DundeeWealth Inc., Series 1, 4.75%	1,015,832	652,153	
113,773	IGM Financial Inc., Series A, 5.75%	3,023,733	2,862,529	
		4,039,565	3,514,682	4.24

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Insurance			
47,402	Canada Life Financial Corp., Series B, 6.25%	$ 1,147,606	$ 983,592	
94,804	Great-West Lifeco Inc., Series G, 5.20%	2,091,316	1,717,848	
94,804	Great-West Lifeco Inc., Series H, 4.85%	1,988,565	1,479,890	
94,804	Great-West Lifeco Inc., Series I, 4.50%	1,598,398	1,434,385	
110,613	Manulife Financial Corp., Class A, Series 1, 4.10%	2,813,967	2,676,835	
110,613	Manulife Financial Corp., Series 2, 4.65%	2,330,857	1,947,895	
94,804	Manulife Financial Corp., Series 3, 4.50%	1,938,286	1,673,291	
63,211	Power Corp. of Canada, Series B, 5.35%	1,396,718	1,075,851	
47,402	Power Corp. of Canada, Series C, 5.80%	1,118,756	931,449	
79,008	Power Corp. of Canada., Series D, 5.00%	1,683,269	1,302,052	
63,211	Power Financial Corp., Series E, 5.25%	1,391,656	1,087,229	
63,211	Power Financial Corp., Series I, 6.00%	1,521,915	1,216,812	
79,008	Power Financial Corp., Series K, 4.95%	1,672,304	1,287,830	
126,410	Sun Life Financial Inc, Series 1, 4.75%.	2,619,492	2,080,709	
102,709	Sun Life Financial Inc., Class A, Series 2, 4.80%	2,134,591	1,648,479	
94,804	Sun Life Financial Inc., Series 4, 4.45%	1,844,512	1,459,982	
		29,292,208	24,004,129	28.93%
	Real Estate			
63,211	Brookfield Asset Management Inc., Class A, Series 18, 4.75%	939,938	658,027	
55,307	Brookfield Asset Management Inc., Series 12, 5.40%	1,249,669	830,711	
79,001	Brookfield Asset Management Inc., Series 13, 4.40%	1,434,986	714,959	
63,211	Brookfield Properties Corp., Series F, 6.00%	1,448,556	980,404	
63,211	Brookfield Properties Corp., Series H, 5.75%	1,358,969	750,947	
63,211	Brookfield Properties Corp., Series I, 5.20%	1,448,678	1,191,527	
		7,880,796	5,126,575	6.18
	Total Financials	79,331,135	66,171,075	79.75
	Telecommunication Services			
110,613	BCE Inc., Series 19, 4.65%	2,501,191	1,493,276	
79,654	BCE Inc., Series AA, 4.80%	1,793,803	1,275,261	
73,042	BCE Inc., Series AC, 4.60%	1,634,487	1,078,100	
		5,929,481	3,846,637	4.64
	Utilities			
47,402	Atco Ltd., Series 3, 5.75%	1,255,968	1,232,452	
63,158	Fortis Inc., Series E, 4.90%	1,564,389	1,579,582	
72,689	Fortis Inc., Series G, 5.25%	1,744,747	1,431,973	
		4,565,104	4,244,007	5.11
	Total Preferred Stocks	99,321,243	82,800,030	99.78
	Total Investments	$ 99,321,243	82,800,030	99.78%
	Other assets less liabilities		182,073	0.22
	Net Assets		$ 82,982,103	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 82,800,030	$ 44,694,104
Dividends receivable	260,138	148,183
Due from brokers	–	142,292
	83,060,168	44,984,579
Liabilities		
Bank indebtedness	39,144	134,953
Accrued management fees	28,114	18,229
Accrued service fees	10,807	5,059
Due to brokers	–	36,520
	78,065	194,761
Net assets representing unitholders' equity	$ 82,982,103	$ 44,789,818
Net assets representing unitholders' equity		
Advisor Class	$ 8,365,880	$ 5,371,295
Common	74,616,223	39,418,523
	$ 82,982,103	$ 44,789,818
Units outstanding (1)		
Advisor Class	600,000	300,000
Common	5,354,000	2,201,500
	5,954,000	2,501,500
Net assets per unit (note 2)		
Advisor Class	$ 13.94	$ 17.90
Common	$ 13.94	$ 17.91
Net asset value per unit (note 2)		
Advisor Class	$ 14.12	$ 17.95
Common	$ 14.11	$ 17.95

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period from April 10, 2007* to December 31, 2007
Income		
Dividends	$ 3,805,927	$ 1,169,115
Interest	853	52
Securities lending	–	147
	3,806,780	1,169,314
Expenses		
Management fees (note 4)	318,880	105,551
Service fees (note 4)	44,069	11,886
Director fees	6,000	–
Other	1,182	–
Interest and bank charges	988	99
	371,119	117,536
Net investment income	3,435,661	1,051,778
Net realized loss on sale of investments	(3,234,388)	(333,169)
Change in unrealized depreciation in value of investments	(13,631,633)	(2,889,580)
Net loss on investments	(16,866,021)	(3,222,749)
Decrease in net assets from operations	$ (13,430,360)	$ (2,170,971)
Decrease in net assets from operations		
Advisor Class	$ (1,829,635)	$ (231,805)
Common	(11,600,725)	(1,939,166)
	$ (13,430,360)	$ (2,170,971)
Decrease in net assets from operations per unit		
Advisor Class	$ (3.52)	$ (1.39)
Common	$ (3.23)	$ (1.32)

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period from April 10, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 5,371,295	$ –
Common	39,418,523	–
	44,789,818	–
Decrease in net assets from operations		
Advisor Class	(1,829,635)	(231,805)
Common	(11,600,725)	(1,939,166)
	(13,430,360)	(2,170,971)
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	5,220,540	5,718,940
Common	50,112,789	42,613,129
Payment on redemption of units:		
Advisor Class	–	–
Common	–	(155,402)
	55,333,329	48,176,667
Distribution to unitholders		
From net investment income:		
Advisor Class	(345,411)	(66,615)
Common	(2,888,617)	(632,593)
From return of capital:		
Advisor Class	(50,909)	(49,225)
Common	(425,747)	(467,445)
	(3,710,684)	(1,215,878)
Increase in net assets for the period		
Advisor Class	2,994,585	5,371,295
Common	35,197,700	39,418,523
	$ 38,192,285	$ 44,789,818
Net assets, end of the period		
Advisor Class	$ 8,365,880	$ 5,371,295
Common	74,616,223	39,418,523
	$ 82,982,103	$ 44,789,818

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the S&P/TSX Preferred Share Index provided by Standard & Poor's. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the S&P/TSX Preferred Share Index in the same proportion as they are reflected in the S&P/TSX Preferred Share Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by changes in actual market prices. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $4,140,002; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. The Claymore ETF's credit risk concentration is investments in debt instruments. The Claymore ETF limits its exposure to credit loss by placing its investments and short-term investments with high credit quality government and financial institutions. To maximize the credit quality of its investments, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

All transactions in listed securities are settled for upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities sold is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

As at December 31, 2008, the Claymore ETF invested in debt instruments with the following credit ratings:

Debt instruments by credit ratings	Percentage of investment category (%)
AA/Aa/AA/Bonds A+	6.56
A/A/A/Bonds A	65.74
BBB/Baa/BBB/Bonds B++	20.34
BB/Ba/BB/Bonds B+	4.32
Unrated	3.04
Total debt instruments category	100.00

The ratings are first obtained from Standard & Poor's, then Moody's if a rating from Standard & Poor's is not available, then DBRS if a rating from Moody's is not available, then CBRS if a rating from DBRS is not available.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. As at December 31, 2008, the majority of the Claymore ETF's investments and cash balances are denominated in Canadian Dollar. As a result, the Claymore ETF is not significantly exposed to the currency risk.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of period	300,000	2,201,500	–	–
Units issued for cash	300,000	3,152,500	300,000	2,210,000
Units redeemed	–	–	–	(8,500)
Units outstanding, end of period	600,000	5,354,000	300,000	2,201,500

Auditors' **Report**

To the Unitholders of
Claymore S&P/TSX CDN Preferred Share ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from April 10, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from April 10, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore S&P/TSX Global Mining ETF (the "Fund") has been designed to replicate the performance of the S&P/TSX Global Mining Index (the "Index"), net of expenses. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index.

The Index currently comprises approximately 80 stocks selected based on the relative importance of the global mining industry within their business model and has a balanced representation from different segments of the mining industry including: Aluminum, Diversified Metals & Mining, Gold, Precious Metals & Minerals, and Coal & Consumable Fuels. To ensure investability, a developed market listing and a minimum market capitalization of $300 million are required.

Fund and Market Performance

All Fund returns cited—whether based on net asset value ("NAV") or market price—assume the reinvestment of all distributions. This report discusses the annual period from December 31, 2007, through December 31, 2008. On an NAV basis, the Fund's Common Units generated a total return of -38.94%, representing a change in NAV to $13.27 on December 31, 2008, from $22.05 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -39.32%, representing a change in NAV to $13.28 on December 31, 2008, from $22.02 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -40.04%, representing a change in market price to $13.04 on December 31, 2008, from $22.07 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -45.29%, representing a change in market price to $12.02 on December 31, 2008, from $22.12 on December 31, 2007.

For the 12 month period ended December 31, 2008, the S&P/TSX Global Mining Index returned -38.65%.

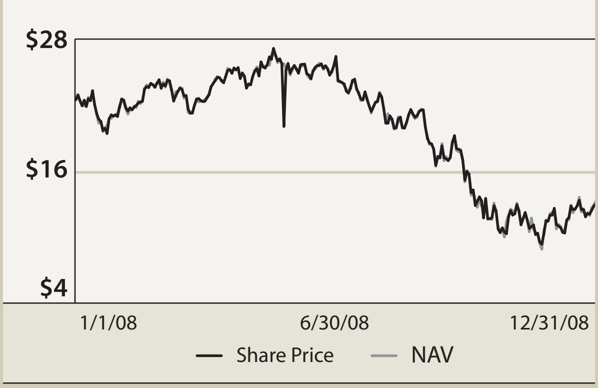
The Fund's Common Units paid a dividend of $0.194 per share on December 31, 2008. The Fund's Advisor Class Units paid a dividend of $0.081 per share on December 31, 2008.

The Fund's Investments and Performance Attribution

For the 12-month period ended December 31, 2008, positions that contributed most to the Fund's return were several gold mining companies: Barrick Gold Corp. (8.3% of net assets), Goldcorp Inc. (5.9% of net assets), Newmont Mining Corp. (4.9% of net assets) and Kinross Gold Corp. (3.1% of net assets). Positions that detracted from performance included Rio Tinto PLC (5.1% of net assets), a London-based diversified international mining company; Freeport-McMoRan Copper & Gold Inc. (2.4% of net assets), an international copper, gold and molybdenum mining company, Companhia Vale do Rio Doce (5.4% of net assets), a Brazilian mining company; and Teck Cominco Ltd. (0.6% of net assets), a miner of zinc, copper and metallurgical coal headquartered in British Columbia.

Performance **Highlights** | As at December 31, 2008

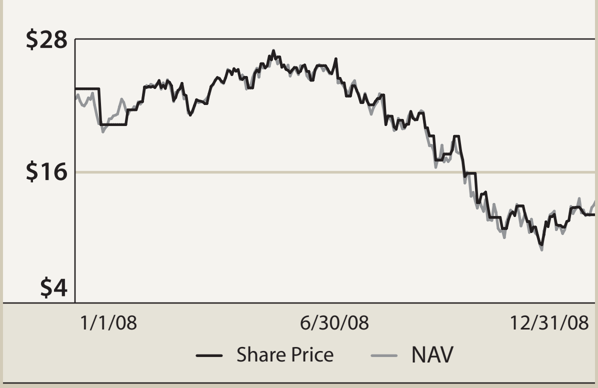
Claymore S&P/TSX Global Mining ETF
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (06/12/07)	Market	NAV
One year	-40.04%	-38.94%
Since inception - annualized	-22.92%	-22.05%

Claymore S&P/TSX Global Mining ETF
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (06/12/07)	Market	NAV
One year	-45.29%	-39.32%
Since inception - annualized	-27.36%	-22.59%

Sector Mix	% of Fund's Net Asset Value
Materials	92.4
Energy	7.4
Cash and Cash Equivalents	0.2
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
BHP Billiton Ltd., ADR	18.9
BHP Billiton PLC	11.2
Barrick Gold Corp.	8.3
Goldcorp Inc.	5.9
Cia Vale do Rio Doce, ADR	5.4
Rio Tinto PLC, ADR	5.1
Newmont Mining Corp.	4.8
Anglo American PLC Unpons ADR	4.0
Kinross Gold Corp.	3.1
Freeport-McMoRan Copper & Gold Inc.	2.4
Alcoa Inc.	2.4
AngloGold Ashanti Ltd., ADR	2.1
Agnico-Eagle Mines Ltd.	2.1
Gold Fields Ltd.	1.7
Cameco Corp.	1.6
Peabody Energy Corp.	1.6
Yamana Gold Inc.	1.4
Consol Energy Inc.	1.4
Lihir Gold Ltd., ADR	1.3
Cia de Minas Buenaventura SA, ADR	1.1
Harmony Gold Mining Co. Ltd.	1.0
Randgold Resources Ltd., ADR	0.9
Southern Copper Corp.	0.9
Eldorado Gold Corp.	0.8
Teck Cominco Ltd.	0.6
	90.0
Total Net Asset Value	**$27,580,311**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | **As at December 31, 2008**

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Canadian Common Stocks			
	Energy			
21,425	Cameco Corp.	$ 794,226	$ 448,854	
27,509	Uranium One Inc.	146,321	47,315	
		940,547	496,169	1.80%
	Materials			
9,014	Agnico-Eagle Mines Ltd.	468,162	565,809	
5,616	Alamos Gold Inc.	34,767	48,522	
8,671	Aurizon Mines Ltd.	31,694	34,597	
51,107	Barrick Gold Corp.	1,843,362	2,283,460	
21,453	Eldorado Gold Corp.	148,659	206,592	
29,025	Equinox Minerals Ltd.	96,953	38,603	
4,028	First Quantum Minerals Ltd.	286,904	70,893	
7,030	Gammon Gold Inc.	54,031	47,312	
42,701	Goldcorp Inc.	1,365,120	1,638,010	
3,596	Harry Winston Diamond Corp.	95,592	19,958	
8,964	HudBay Minerals Inc.	131,596	27,429	
17,322	Iamgold Corp.	123,621	129,049	
2,501	Inmet Mining Corp.	156,376	48,519	
16,182	Ivanhoe Mines Ltd.	171,529	51,297	
38,609	Kinross Gold Corp.	666,301	864,842	
19,112	Lundin Mining Corp.	145,317	22,170	
1,389	Major Drilling Group International	51,590	17,071	
12,470	New Gold Inc.	66,045	21,324	
4,733	Pan American Silver Corp.	130,302	98,257	
4,418	Quadra Mining Ltd.	60,937	11,973	
10,749	Red Back Mining Inc.	72,202	91,474	
2,076	Seabridge Gold Inc.	38,358	32,676	
17,110	Sherritt International Corp., Restricted Voting Shares	190,432	53,041	
3,674	Silver Standard Resources Inc.	108,002	70,210	
14,734	Silver Wheaton Corp.	171,698	116,251	
8,895	Silvercorp Metals Inc.	49,132	23,038	
28,162	Teck Cominco Ltd.	845,845	168,690	
7,186	Thompson Creek Metals Company Inc.	112,186	34,565	
40,994	Yamana Gold Inc.	482,288	385,344	
		8,199,001	7,220,976	26.24
	Total Canadian Common Stocks	9,139,548	7,717,145	28.04

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Foreign Common Stocks			
	Energy			
4,130	Alpha Natural Resources Inc.	$ 199,476	$ 82,545	
8,370	Arch Coal Inc.	356,438	167,598	
10,616	Consol Energy Inc.	610,543	374,163	
2,610	Foundation Coal Holdings Inc.	122,466	45,141	
1,487	James River Coal Co.	41,330	28,105	
4,988	Massey Energy Co.	199,015	84,915	
1,189	Natural Resource Partners, LP	33,838	25,496	
35,974	Paladin Energy Ltd.	171,835	78,064	
15,622	Peabody Energy Corp.	832,841	437,587	
1,841	Penn Virginia Resource Partners, LP	37,947	25,841	
6,185	USEC Inc.	43,036	34,130	
2,443	Walter Industries Inc.	152,111	52,688	
11,474	Yanzhou Coal Mining Co.	171,836	106,235	
		2,972,712	1,542,508	5.61%
	Materials			
46,890	Alcoa Inc.	1,569,659	651,218	
1,234	Alliance Resource Partners LP	47,185	40,796	
21,331	Alumina Ltd., ADR	384,296	108,230	
9,243	Aluminum Corp. of China Ltd., ADR	304,843	154,157	
1,253	AMCOL International Corp.	39,206	32,406	
77,329	Anglo American PLC Unpons ADR	2,208,076	1,107,373	
16,866	AngloGold Ashanti Ltd., ADR	585,521	575,706	
98,315	BHP Billiton Ltd., ADR	6,429,750	5,206,797	
64,653	BHP Billiton PLC	3,820,094	3,072,063	
1,960	Century Aluminum Co.	99,721	24,124	
12,581	Cia de Minas Buenaventura SA, ADR	289,750	309,384	
98,906	Cia Vale do Rio Doce, ADR	2,554,021	1,474,970	
30,647	Coeur dAlene Mines Corp.	97,082	33,294	
1,900	Compass Minerals International Inc.	101,586	137,215	
22,126	Freeport-McMoRan Copper & Gold Inc.	1,817,313	666,752	
38,273	Gold Fields Ltd.	516,796	467,286	
19,898	Harmony Gold Mining Co. Ltd.	204,881	268,733	
9,422	Hecla Mining Co.	65,247	32,452	
7,281	International Coal Group Inc.	52,857	20,584	
805	Kaiser Aluminum Corp.	50,516	22,310	
12,825	Lihir Gold Ltd., ADR	329,525	345,308	
26,617	Newmont Mining Corp.	1,180,132	1,337,356	
4,302	Patriot Coal Corp.	99,596	33,087	
4,475	Randgold Resources Ltd., ADR	171,288	241,970	
12,866	Rio Tinto PLC, ADR	4,197,731	1,412,013	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Materials (continued)			
1,695	Royal Gold Inc.	$ 57,065	$ 102,950	
1,278	RTI International Metals Inc.	73,418	22,514	
12,213	Southern Copper Corp.	310,777	241,233	
5,018	Titanium Metals Corp.	102,277	54,390	
		27,760,209	18,196,671	66.13%
	Total Foreign Common Stocks	30,732,921	19,739,179	71.74
	Total Investments	$ 39,872,469	27,456,324	99.78%
	Other assets less liabilities		61,195	0.22
	Net Assets		$ 27,517,519	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

		2008		2007
Assets				
Investments, at fair value (note 2)	$	27,456,324	$	26,150,055
Dividends receivable		23,292		3,672
Due from brokers		–		1,084,796
Cash		60,473		–
		27,540,089		27,238,523
Liabilities				
Distribution payable		–		12
Bank indebtedness		–		169,577
Accrued management fees		12,929		37,187
Accrued service fees		9,641		9,305
Due to brokers		–		902,704
		22,570		1,118,785
Net assets representing unitholders' equity	$	27,517,519	$	26,119,738
Net assets representing unitholders' equity				
Advisor Class	$	5,668,416	$	4,106,964
Common		21,849,103		22,012,774
	$	27,517,519	$	26,119,738
Units outstanding [(1)]				
Advisor Class		427,900		186,900
Common		1,650,000		1,000,000
		2,077,900		1,186,900
Net assets per unit (note 2)				
Advisor Class	$	13.25	$	21.97
Common	$	13.24	$	22.01
Net asset value per unit (note 2)				
Advisor Class	$	13.28	$	22.02
Common	$	13.27	$	22.05

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager:

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations**

	For the Year Ended December 31, 2008	For the Period June 12, 2007* to December 31, 2007
Income		
Dividends	$ 532,319	$ 336,524
Interest	16,388	3,725
Securities lending	(1,619)	1,619
	547,088	341,868
Expenses		
Management fees (note 4)	182,636	73,599
Service fees (note 4)	54,461	19,028
Interest and bank charges	1,370	994
Director fees	6,000	–
Other	1,500	–
	245,967	93,621
Net investment income	301,121	248,247
Net realized loss on sale of investments	(6,012,950)	(100,207)
Net realized loss on foreign exchange	(5,420)	(2,892)
Change in unrealized appreciation (depreciation) in value of investments	(14,195,179)	1,779,035
Change in unrealized appreciation (depreciation) in foreign exchange	(8,384)	1,253
Net gain (loss) on investments	(20,221,933)	1,677,189
Increase (decrease) in net assets from operations	$ (19,920,812)	$ 1,925,436
Increase (decrease) in net assets from operations		
Advisor Class	$ (4,278,206)	$ 374,195
Common	(15,642,606)	1,551,241
	$ (19,920,812)	$ 1,925,436
Increase (decrease) in net assets from operations per unit		
Advisor Class	$ (11.74)	$ 1.96
Common	$ (12.14)	$ 1.81

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets**

	For the Year Ended December 31, 2008	For the Period June 12, 2007* to December 31, 2007
Net assets, beginning of the period		
Advisor Class	$ 4,106,964	$ –
Common	22,012,774	–
	26,119,738	–
Increase (decrease) in net assets from operations		
Advisor Class	(4,278,206)	374,195
Common	(15,642,606)	1,551,241
	(19,920,812)	1,925,436
Capital unit transactions (1)		
Issuance of units for cash:		
Advisor Class	5,984,400	4,013,476
Common	18,626,625	20,653,045
Payment on redemption of units:		
Advisor Class	(110,082)	(256,260)
Common	(2,827,590)	–
	21,673,353	24,410,261
Distribution to unitholders		
From net investment income:		
Advisor Class	(33,701)	(24,447)
Common	(311,244)	(191,512)
From return of capital:		
Advisor Class	(959)	–
Common	(8,856)	–
	(354,760)	(215,959)
Increase (decrease) in net assets for the period		
Advisor Class	1,561,452	4,106,964
Common	(163,671)	22,012,774
	$ 1,397,781	$ 26,119,738
Net assets, end of the period		
Advisor Class	$ 5,668,416	$ 4,106,964
Common	21,849,103	22,012,774
	$ 27,517,519	$ 26,119,738

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

* Commencement of Operations

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the S&P/TSX Global Mining Index provided by Standard & Poor's. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the S&P/TSX Global Mining Index in the same proportion as they are reflected in the S&P/TSX Global Mining Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $1,372,816; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian Dollar. Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian Dollar relative to the U.S. Dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
U.S. Dollar	19,693,789	(906,839)	4,324	18,791,274	68.29

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $939,564.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units and an unlimited number of Advisor Class units. Unit transactions of the Claymore ETF for the periods ended December 31, 2008 and 2007 were as follows:

	December 31, 2008		December 31, 2007	
	Advisor Class Units	**Common Units**	**Advisor Class Units**	**Common Units**
Units outstanding, beginning of period	186,900	1,000,000	–	–
Units issued for cash	250,000	950,000	200,000	1,000,000
Units redeemed	(9,000)	(300,000)	(13,100)	–
Units outstanding, end of period	427,900	1,650,000	186,900	1,000,000

Auditors' **Report**

To the Unitholders of
Claymore S&P/TSX Global Mining ETF (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the year ended December 31, 2008 and the period from June 12, 2007 (date of inception) to December 31, 2007. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the year ended December 31, 2008 and the period from June 12, 2007 (date of inception) to December 31, 2007 in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Management **Discussion & Analysis**

Fund Overview

The Claymore US Fundamental Index ETF C$ hedged (the "Fund") has been designed to replicate, to the extent possible, the performance of the FTSE RAFI US 1000 Canadian Dollar Hedged Index (the "Index"), which comprises the largest 1,000 U.S.-listed companies by fundamental value, net of expenses. The Fund's investment strategy is to invest in and hold the constituent securities of the Index in the same proportion as they are reflected in the Index. Claymore may use a sampling methodology in selecting investments for the Fund.

The Index weights constituents using four accounting factors, rather than market capitalization. These four factors include:

- **Total cash dividends** (five-year average of all regular and special distributions)
- **Free cash flow** (five-year average of operating income plus depreciation)
- **Total sales** (five-year average total sales)
- **Book equity value** (current period book equity value)

The Fund seeks to offer an investment strategy based on fundamental factors with the highlights of a passive investment: lower turnover costs and transparent rules-based selection. Fundamental Indexation™ was designed with the objective of overcoming shortcomings of traditional market capitalization-based indices. By using fundamental factors rather than market capitalization to weight stocks, Fundamental Indexation™ seeks to take advantage of price movements by reducing the index's holdings in constituents whose prices have risen relative to other constituents, and increasing holdings in companies whose prices have fallen behind. In addition, Fundamental Indexation™ seeks to decrease exposure to high P/E stocks during episodes of P/E expansion with the intention of avoiding over-exposure to more overvalued stocks.

Fund and Market Performance

All Fund returns cited – whether based on net asset value ("NAV") or market price – assume the reinvestment of all distributions. On an NAV basis, the Fund's Common Units generated a total return of -42.60%, representing a change in NAV to $11.79 on December 31, 2008, from $20.97 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on an NAV basis, of -43.12%, representing a change in NAV to $11.76 on December 31, 2008, from $20.94 on December 31, 2007. On a market price basis, the Fund's Common Units generated a total return of -42.86%, representing a change in market price to $11.78 on December 31, 2008, from $21.05 on December 31, 2007. The Fund's Advisor Class Units generated a total return, on a market price basis, of -44.55%, representing a change in market price to $11.50 on December 31, 2008, from $21.00 on December 31, 2007.

For the 12-month period ended December 31, 2008, the FTSE RAFI US 1000 Canadian Dollar Hedged Index returned -42.19%. The S&P 500, a widely used measure of the U.S. stock market, returned -37.00%.

During 2008 the Fund's Common Units paid quarterly dividends of $0.0880 on March 31, $0.0851 on June 30, $0.0824 on September 30, and $0.0735 on December 31. The Fund's Advisor Class Units paid quarterly dividends of $0.0435 on March 31 and June 30, $0.0548 on September 30, and $0.0500 on December 31.

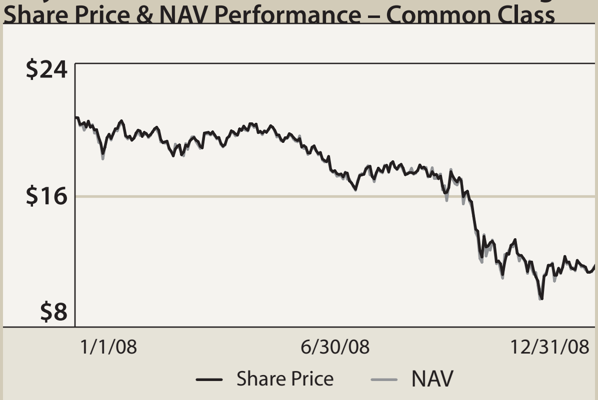
The Fund's Investments and Performance Attribution

For the 12-month period ended December 31, 2008, all ten industry sectors posted negative returns. The strongest sectors were health care and utilities; the weakest were financials and basic materials. Among the positions that contributed to return were retailer Wal-Mart Stores Inc. (2.7% of net assets), brewer Anheuser-Busch, which was acquired by a Belgian company (not in the portfolio at period end), and restaurant operator McDonald's Corp. (0.6% of net assets). The positions that detracted most from performance were two large banks, Citigroup Inc. (1.4% of net assets) and Bank of America Corp. (1.7% of net assets); American International Group Inc. ("AIG") (0.1% of net assets) , a diversified insurance company; and General Electric Co., (2.5% of net assets) which has a large financial services business.

Because the Fund provides exposure to U.S. securities, a currency hedging program is utilized to help protect against movements in the currency exchange rates and has done a good job of protecting against the strengthening Canadian dollar since inception. During the last half of 2008, there was a pronounced weakening of the Canadian dollar ("CAD$") relative to the U.S. dollar ("US$"); the US$-to-CAD exchange rate stood at 0.81 on December 31, 2008, compared with 1.01 on December 31, 2007. The hedge significantly detracted from returns due to the strengthening U.S. dollar during the year.

Performance **Highlights** | As at December 31, 2008

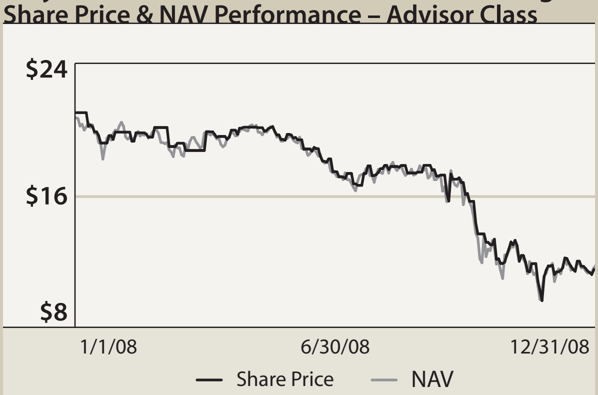
Claymore US Fundamental Index ETF C$ hedged
Share Price & NAV Performance – Common Class



Total Returns – Common Class

Inception (9/8/06)	Market	NAV
One year	-42.86%	-40.60%
Since inception - annualized	-18.94%	-18.91%

Claymore US Fundamental Index ETF C$ hedged
Share Price & NAV Performance – Advisor Class



Total Returns – Advisor Class

Inception (9/8/06)	Market	NAV
One year	-44.55%	-43.12%
Since inception - annualized	-20.41%	-19.62%

Sector Mix	% of Fund's Net Asset Value
Real Estate Investment Trusts	0.6
Equities	
Financials	18.5
Consumer Staples	14.4
Health Care	12.2
Energy	11.0
Industrials	9.6
Information Technology	9.1
Consumer Discretionary	8.9
Utilities	6.8
Telecommunication Services	5.3
Materials	2.2
Net Other Assets	0.7
Cash and Cash Equivalents	0.7
	100.0

Top 25 Issuers	% of Fund's Net Asset Value
Exxon Mobil Corp.	4.8
Wal-Mart Stores Inc.	2.7
JP Morgan Chase & Co.	2.5
Verizon Communications Inc.	2.5
General Electric Co.	2.5
Chevron Corp.	2.4
Pfizer Inc.	2.3
AT&T Inc.	2.3
Microsoft Corp.	2.2
Wells Fargo & Co.	2.1
Procter & Gamble Co.	1.8
Johnson & Johnson	1.7
Bank of America Corp.	1.7
Philip Morris International Inc.	1.6
Citigroup Inc.	1.4
ConocoPhillips	1.4
International Business Machines Corp.	1.1
Berkshire Hathaway Inc., Class B	1.1
Home Depot Inc.	1.0
Merck & Co. Inc.	0.9
Bristol-Myers Squibb Co.	0.9
Intel Corp.	0.9
Hewlett-Packard Co.	0.9
Coca-Cola Co.	0.8
Abbott Laboratories	0.8
	44.3
Total Net Asset Value	**$47,635,495**

The summary of investment portfolio may change due to ongoing portfolio transactions of the investment fund.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Investment Portfolio** | As at December 31, 2008

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Real Estate Investment Trusts			
760	Boston Properties Inc.	$ 66,510	$ 51,574	
2,039	Equity Residential	83,003	75,062	
998	Plum Creek Timber Co. Inc.	42,547	42,801	
843	Simon Property Group Inc.	73,267	55,281	
882	Vornado Realty Trust	74,855	65,700	
		340,182	290,418	0.61%
	Common Stocks			
	Energy			
2,058	Anadarko Petroleum Corp.	118,346	97,941	
1,078	Apache Corp.	121,186	99,184	
12,710	Chevron Corp.	1,116,890	1,156,710	
10,191	ConocoPhillips	743,044	651,689	
1,572	Devon Energy Corp.	159,642	127,462	
23,286	Exxon Mobil Corp.	2,058,471	2,288,811	
2,997	Halliburton Co.	103,851	67,189	
970	Hess Corp.	83,909	64,232	
4,571	Marathon Oil Corp.	187,973	153,883	
2,616	Occidental Petroleum Corp., with PFD. Rights	192,523	193,639	
1,767	Schlumberger Ltd.	140,490	92,338	
1,405	Sunoco Inc.	59,801	75,381	
4,087	Valero Energy Corp.	157,016	109,183	
998	XTO Energy Inc.	45,026	43,442	
		5,288,168	5,221,084	10.97
	Materials			
915	Air Products & Chemicals Inc.	76,701	56,784	
5,173	Alcoa Inc.	139,419	71,844	
8,474	Dow Chemical Co.	288,004	157,860	
5,653	EI Du Pont de Nemours & Co.	243,582	176,421	
5,164	International Paper Co., with Rights	130,274	75,225	
650	Monsanto Co.	72,708	56,411	
1,315	Newmont Mining Corp.	61,292	66,071	
1,359	Nucor Corp.	82,476	77,493	
1,315	PPG Industries Inc.	82,460	68,847	
892	Praxair Inc.	74,369	65,366	
875	Rohm & Haas Co.	70,527	66,734	
2,477	Weyerhaeuser Co., with PFD. Rights	142,096	93,357	
		1,463,908	1,032,413	2.17
	Industrials			
	Capital Goods			
3,099	3M Co.	236,821	220,133	
2,905	Boeing Co., with PFD. Rights	195,545	152,917	
2,571	Caterpillar Inc., with Rights	168,910	141,684	
1,402	Deere & Co., with PFD. Rights	93,849	66,323	
939	Eaton Corp.	69,165	57,624	
3,372	Emerson Electric Co., with PFD. Rights	159,878	152,399	
1,543	General Dynamics Corp.	124,094	109,700	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Capital Goods (continued)			
58,779	General Electric Co.	$ 1,699,213	$ 1,173,345	
3,197	Honeywell International Inc.	155,221	129,452	
2,210	Illinois Tool Works Inc.	102,336	95,626	
1,624	Lockheed Martin Corp.	166,548	168,567	
4,905	Masco Corp.	83,123	67,334	
2,350	Northrop Grumman Corp.	158,751	130,665	
2,506	Paccar Inc.	104,154	88,448	
2,133	Raytheon Co.	129,755	134,399	
2,856	Tyco Electronics Ltd.	85,335	57,152	
5,531	Tyco International Ltd.	204,966	147,145	
3,756	United Technologies Corp.	249,706	248,487	
		4,187,370	3,341,400	7.02%
	Commercial Services & Supplies			
3,611	Republic Services Inc.	103,622	110,375	
3,437	Waste Management Inc.	123,219	140,443	
		226,841	250,818	0.53
	Transportation			
5,736	AMR Corp.	74,101	75,414	
1,428	Burlington Northern Santa Fe Corp.	140,388	133,450	
1,704	CSX Corp.	93,998	68,304	
1,876	FedEx Corp.	162,819	148,521	
1,666	Norfolk Southern Corp.	101,659	96,767	
2,266	Union Pacific Corp.	150,319	133,715	
4,824	United Parcel Service Inc., Class B	336,775	328,492	
		1,060,059	984,663	2.07
	Total Industrials	5,474,270	4,576,881	9.62
	Consumer Discretionary			
	Automobiles & Components			
93,471	Ford Motor Co.	462,418	257,321	
29,040	General Motors Corp.	423,524	114,362	
4,207	Johnson Controls Inc.	122,331	94,211	
		1,008,273	465,894	0.98
	Consumer Durables & Apparel			
5,554	DR Horton Inc.	69,490	48,475	
965	Fortune Brands Inc.	56,393	49,117	
1,342	Nike Inc., Class B	87,977	84,442	
5,069	Pulte Homes Inc.	80,056	68,397	
		293,916	250,431	0.53
	Consumer Services			
3,169	Carnival Corp.	113,146	95,144	
2,327	H&R Block Inc.	61,960	65,239	
3,751	McDonald's Corp.	238,423	287,887	
1,325	Yum! Brands Inc.	49,163	51,509	
		462,692	499,779	1.05

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Media			
2,480	Cablevision Systems Corp.	$ 61,754	$ 51,404	
7,267	CBS Corp., Class B	130,971	73,474	
11,761	Comcast Corp., Class A	235,089	244,210	
4,763	Comcast Corp., Special Class A	93,790	94,785	
2,326	DIRECTV Group Inc.	60,648	65,441	
1,614	McGraw-Hill Cos. Inc.	57,983	46,166	
13,096	News Corp., Class A	197,079	146,636	
1,582	Omnicom Group Inc.	65,226	52,516	
27,840	Time Warner Inc.	390,722	345,405	
8,750	Walt Disney Co.	267,690	244,772	
		1,560,952	1,364,809	2.87%
	Retailing			
3,810	AutoNation Inc.	44,802	46,470	
2,739	Best Buy Co. Inc.	105,121	94,947	
1,389	Genuine Parts Co.	62,308	64,920	
16,442	Home Depot Inc.	454,350	467,255	
1,965	JC Penney Co. Inc.	70,255	47,764	
1,957	Kohl's Corp.	87,285	87,360	
4,828	Limited Brands Inc.	78,493	59,781	
8,500	Lowe's Cos. Inc.	208,094	225,816	
5,087	Macy's Inc.	96,819	64,997	
1,248	Sears Holdings Corp.	102,560	59,778	
704	Sherwin-Williams Co.	47,661	51,850	
3,321	Staples Inc.	74,413	73,427	
4,252	Target Corp.	207,659	181,147	
3,172	The Gap Inc.	57,721	52,433	
2,002	TJX Cos. Inc.	62,894	50,838	
		1,760,435	1,628,783	3.42
	Total Consumer Discretionary	5,086,268	4,209,696	8.85
	Consumer Staples			
	Food & Staples Retailing			
2,868	Costco Wholesale Corp.	189,636	185,667	
3,466	CVS Caremark Corp.	134,549	122,930	
7,425	Kroger Co.	221,205	241,988	
4,468	Safeway Inc.	134,135	131,110	
3,540	Supervalu Inc.	96,610	63,761	
4,869	Sysco Corp., with PFD. Rights	151,234	137,888	
5,143	Walgreen Co.	173,396	156,568	
18,901	Wal-Mart Stores Inc.	1,133,601	1,306,905	
		2,234,366	2,346,817	4.93
	Food Beverage & Tobacco			
14,283	Altria Group Inc.	285,861	265,369	
3,710	Archer-Daniels-Midland Co.	136,884	131,905	
1,498	Campbell Soup Co.	61,351	55,405	
7,144	Coca-Cola Co.	410,852	398,810	
4,743	ConAgra Foods Inc.	103,800	96,612	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Food Beverage & Tobacco (continued)			
2,819	Dean Foods Co.	$ 64,641	$ 62,467	
2,064	General Mills Inc.	142,571	154,589	
1,943	HJ Heinz Co.	94,238	90,117	
1,359	Kellogg Co.	73,854	73,533	
11,193	Kraft Foods Inc., Class A	375,599	370,594	
714	Lorillard Inc.	49,973	49,651	
884	Molson Coors Brewing Co.	49,926	53,354	
4,671	PepsiCo Inc.	321,748	315,825	
14,030	Philip Morris International Inc.	733,549	753,599	
1,269	Reynolds American Inc.	68,098	63,071	
9,145	Sara Lee Corp.	129,879	110,412	
1,215	The Hershey Co.	51,985	52,107	
6,485	Tyson Foods Inc., Class A	88,146	70,131	
860	UST Inc.	65,071	73,638	
		3,308,026	3,241,189	6.81%
	Household & Personal Products			
2,020	Alberto-Culver Co.	56,769	60,946	
1,437	Colgate-Palmolive Co.	111,234	121,589	
2,475	Kimberly-Clark Corp.	165,439	161,142	
11,441	Procter & Gamble Co.	824,663	872,863	
724	The Clorox Co.	47,394	49,659	
		1,205,499	1,266,199	2.66
	Total Consumer Staples	6,747,891	6,854,205	14.40
	Health Care			
	Health Care Equipment & Services			
3,137	AmerisourceBergen Corp.	128,349	138,099	
1,712	Baxter International Inc.	109,878	113,261	
676	Becton Dickinson & Co.	55,076	57,065	
9,288	Boston Scientific Corp.	108,138	88,633	
3,635	Cardinal Health Inc.	186,032	154,682	
1,886	Covidien Ltd.	89,623	84,377	
1,000	Express Scripts Inc.	67,263	67,873	
3,404	McKesson Corp.	181,200	162,459	
3,323	Medco Health Solutions Inc.	153,695	171,926	
3,002	Medtronic Inc.	141,682	116,405	
1,382	Thermo Electron Corp.	72,310	58,126	
4,323	UnitedHealth Group Inc.	135,301	141,638	
3,043	WellPoint Inc.	146,512	158,416	
		1,575,059	1,512,960	3.18
	Pharmaceuticals Biotechnology & Life Sciences			
5,781	Abbott Laboratories	344,149	380,885	
4,149	Amgen Inc.	232,912	294,462	
776	Biogen Idec Inc.	44,300	45,494	
15,089	Bristol-Myers Squibb Co.	377,443	432,716	
5,324	Eli Lilly and Co., with Rights	246,834	264,609	
502	Genentech Inc.	51,240	51,177	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Pharmaceuticals Biotechnology & Life Sciences (continued)			
622	Genzyme Corp.	$ 51,681	$ 50,963	
11,219	Johnson & Johnson	781,917	827,949	
11,590	Merck & Co.Inc.	458,232	434,532	
50,757	Pfizer Inc.	1,065,312	1,109,706	
5,057	Schering-Plough Corp.	96,931	106,254	
6,121	Wyeth	259,368	283,441	
		4,010,319	4,282,188	9.00%
	Total Health Care	5,585,378	5,795,148	12.18
	Financials			
	Banks			
47,077	Bank of America Corp.	1,424,571	811,312	
3,436	Bank of New York Mellon Corp.	136,975	120,169	
5,098	BB&T Corp.	176,918	172,694	
3,407	Capital One Financial Corp.	158,877	134,128	
2,150	Comerica Inc.	74,925	52,686	
7,523	Fifth Third Bancorp	133,867	76,526	
3,924	First Horizon National Corp.	48,846	51,058	
6,756	Keycorp	96,436	70,726	
727	M&T Bank Corp.	49,594	51,444	
40,944	National City Corp.	183,822	90,982	
2,287	PNC Financial Services Group Inc.	163,870	138,314	
7,061	Regions Financial Corp.	117,742	69,299	
3,286	SunTrust Banks Inc.	165,643	119,832	
12,011	US Bancorp	399,514	370,840	
23,385	Wachovia Corp.	412,236	159,645	
27,391	Wells Fargo & Co.	897,516	996,848	
		4,641,352	3,486,503	7.33
	Diversified Financials			
5,894	American Express Co.	228,573	134,973	
80,291	Citigroup Inc.	1,576,094	665,094	
5,031	Discover Financial Services	77,959	59,127	
2,198	Goldman Sachs Group Inc.	314,822	228,988	
30,813	JP Morgan Chase & Co.	1,340,173	1,199,365	
12,777	Merrill Lynch & Co.Inc.	372,144	183,601	
10,289	Morgan Stanley	352,574	203,611	
737	Northern Trust Corp.	53,572	47,420	
1,206	State Street Corp.	78,945	58,555	
2,702	The Charles Schwab Corp.	66,176	53,904	
126	Tree.com Inc.	707	403	
		4,461,739	2,835,041	5.96
	Insurance			
2,092	Ace Ltd.	123,545	136,309	
1,556	Aflac Inc.	94,298	88,054	
5,260	Allstate Corp.	224,567	212,727	
22,976	American International Group Inc.	577,154	44,248	
1,505	AON Corp.	71,669	84,870	

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Insurance (continued)			
131	Berkshire Hathaway Inc., Class B	$ 587,621	$ 519,123	
2,327	Chubb Corp., with PFD. Rights	127,203	146,508	
1,537	Cincinnati Financial Corp.	56,393	55,064	
5,399	Fidelity National Title Group Inc., Class A	84,947	118,306	
2,742	Hartford Financial Services Group Inc.	138,219	55,480	
2,668	Loews Corp.	106,893	93,046	
4,466	Marsh & McLennan Co. Inc.	129,728	133,698	
5,409	MBIA Inc.	61,997	27,177	
5,162	MetLife Inc.	255,420	222,082	
1,094	Nationwide Financial Services	69,220	70,512	
4,376	Progressive Corp.	75,541	79,953	
2,962	Prudential Financial Inc.	176,998	110,393	
4,706	The Travelers Cos. Inc.	230,389	262,535	
2,707	Unum Group	60,048	62,158	
		3,251,850	2,522,243	5.30%
	Total Financials	12,354,941	8,843,787	18.59
	Information Technology			
	Software & Services			
2,322	Accenture Ltd., Class A	87,418	93,907	
2,433	Automatic Data Processing Inc.	106,628	117,739	
2,074	Computer Sciences Corp.	93,486	89,869	
194	Google Inc., Class A	88,405	73,613	
44,427	Microsoft Corp.	1,248,058	1,066,195	
10,707	Oracle Corp.	224,126	233,956	
2,363	SAIC Inc.	54,900	56,709	
4,563	Symantec Corp.	78,813	76,103	
		1,981,834	1,808,091	3.80
	Technology Hardware & Equipment			
1,163	Apple Inc.	164,733	122,540	
14,104	Cisco Systems Inc.	325,283	283,459	
9,617	Dell Inc.	173,609	121,334	
6,215	EMC Corp.	89,600	80,254	
9,288	Hewlett-Packard Co.	422,454	415,990	
4,541	Ingram Micro Inc., Class A	79,569	74,895	
5,088	International Business Machines Corp.	562,902	528,623	
21,348	Motorola Inc.	210,587	116,486	
1,514	Pitney Bowes Inc.	45,788	47,586	
3,450	Qualcomm Inc.	149,995	152,474	
7,437	Xerox Corp.	97,544	73,173	
		2,322,064	2,016,814	4.24
	Semiconductor & Semiconductor Equipment			
23,280	Intel Corp.	470,636	421,606	
3,963	Texas Instruments Inc.	101,952	75,880	
		572,588	497,486	1.05
	Total Information Technology	4,876,486	4,322,391	9.09

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Number of Shares/Units	Description	Average Cost	Fair Value	% of Net Assets
	Telecommunication Services			
31,140	AT&T Inc.	$ 1,122,023	$ 1,095,613	
4,504	Frontier Communications Corp.	46,994	48,596	
18,109	Qwest Communications International Inc.	78,090	81,375	
55,353	Sprint Nextel Corp.	323,992	125,051	
28,454	Verizon Communications Inc.	1,091,694	1,190,794	
		2,662,793	2,541,429	5.34%
	Utilities			
5,902	AES Corp.	83,813	59,964	
2,402	Ameren Corp.	109,528	98,625	
4,022	American Electric Power Co. Inc.	167,165	164,993	
4,510	Centerpoint Energy Inc.	70,977	70,152	
3,124	Consolidated Edison Inc.	148,901	149,945	
5,352	Dominion Resources Inc.	237,209	236,798	
2,224	DTE Energy Co.	100,559	97,934	
16,560	Duke Energy Corp.	312,989	306,857	
2,313	Edison International	108,130	91,545	
1,116	Entergy Corp.	119,208	114,529	
2,875	Exelon Corp.	215,655	197,336	
2,283	FirstEnergy Corp.	158,862	136,832	
2,340	FPL Group Inc.	144,551	145,391	
4,485	NiSource Inc.	76,214	60,628	
1,607	Northeast Utilities System	44,559	47,692	
1,061	NStar	46,437	47,612	
2,516	Pepco Holdings Inc.	52,051	55,132	
3,470	PG&E Corp.	143,321	165,609	
1,316	Pinnacle West Capital Corp.	48,415	52,199	
1,965	PPL Corp.	86,172	74,448	
3,157	Progress Energy Inc.	148,007	155,309	
3,021	Public Service Enterprise Group Inc.	118,378	108,713	
1,196	SCANA Corp.	49,935	52,562	
1,699	Sempra Energy	92,208	89,350	
6,330	Southern Co.	253,458	288,666	
878	Wisconsin Energy Corp.	44,398	45,491	
5,092	Xcel Energy Inc.	112,066	116,607	
		3,293,166	3,230,919	6.79
	Total Common Stocks	52,833,269	46,627,953	98.00
		53,173,451	46,918,371	98.61%
	Transaction costs (note 2)	(1,175)		
	Total Investments	$53,172,276	46,918,371	98.61%
	Other assets less liabilities		668,030	1.39
	Net Assets		$ 47,586,401	100.00%

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Foreign Currency Forward Contracts

Notional Value	Forwards	Maturity Date	Forward Value	Fair Value	Unrealized gain (loss)
(24,100,000)	USD forward @ 0.80613	6-Jan-09	(29,896,050)	(29,754,535)	141,515
(300,000)	USD forward @ 0.82264	6-Jan-09	(364,680)	(370,388)	(5,708)
(2,300,000)	USD forward @ 0.81633	6-Jan-09	(2,817,500)	(2,839,644)	(22,144)
31,300,000	USD forward @ 0.81004	6-Jan-09	38,639,850	38,643,856	4,006
(2,400,000)	USD forward @ 0.79186	6-Jan-09	(3,030,840)	(2,963,107)	67,733
(2,200,000)	USD forward @ 0.80392	6-Jan-09	(2,736,580)	(2,716,182)	20,398
(37,500,000)	USD forward @ 0.80985	4-Feb-09	(46,305,000)	(46,314,313)	(9,313)
			(46,510,800)	(46,314,313)	196,487

* The foreign currency forward contracts are entered with Bank of Montreal having Standard & Poor's credit rating of AA.

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Net Assets** | As at December 31

	2008	2007
Assets		
Investments, at fair value (note 2)	$ 46,918,371	$ 20,652,943
Cash	331,974	384,543
Dividends receivable	97,780	34,918
Subscriptions receivable	68,895	–
Forward agreement, at fair value (note 2)	196,487	–
Due from brokers	–	10,431
	47,613,507	21,082,835
Liabilities		
Distribution payable	–	3,057
Accrued management fees	19,150	36,564
Accrued service fees	7,956	8,558
Redemptions payable	–	–
Forward agreement, at fair value (note 2)	–	205
	27,106	48,384
Net assets representing unitholders' equity	$ 47,586,401	$ 21,034,451
Net assets representing unitholders' equity		
Advisor Class	$ 5,425,187	$ 3,213,841
Common	31,714,542	17,820,610
Institutional Class	2,807,827	–
Hedged Institutional Class	7,638,845	–
	$ 47,586,401	$ 21,034,451
Units outstanding [1]		
Advisor Class	461,659	153,659
Common	2,692,854	850,854
Institutional Class	183,732	–
Hedged Institutional Class	645,865	–
	3,984,110	1,004,513
Net assets per unit (note 2)		
Advisor Class	$ 11.75	$ 20.92
Common	$ 11.78	$ 20.94
Institutional Class	$ 15.28	$ –
Hedged Institutional Class	$ 11.83	$ –
Net asset value per unit (note 2)		
Advisor Class	$ 11.76	$ 20.94
Common	$ 11.79	$ 20.97
Institutional Class	$ 15.30	$ –
Hedged Institutional Class	$ 11.84	$ –

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

Approved on behalf of the Fund Manager

Som Seif
President & CEO

Kevin M. Robinson
Secretary

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Operations** | For the year ended December 31

		2008		2007
Income				
Dividends	$	902,819	$	501,444
Interest		5,441		142
		908,260		501,586
Expenses				
Management fees (note 4)		160,653		126,926
Service fees (note 4)		27,327		33,700
Director fees		6,000		–
Other		18,299		–
Interest and bank charges		18,328		2,910
		230,607		163,536
Net investment income		677,653		338,050
Net realized loss on sale of investments		(3,689,055)		(2,777,719)
Net realized gain (loss) on foreign exchange		(306,739)		66,248
Net realized gain (loss) on settlement of forward agreements		(6,215,817)		2,885,180
Transaction costs (note 2)		(1,993)		–
Change in unrealized depreciation in value of investments		(6,232,812)		(1,191,429)
Change in unrealized appreciation on forward agreements		195,512		8
Change in unrealized appreciation in foreign exchange		1,242		–
Net loss on investments		(16,249,662)		(1,017,712)
Decrease in net assets from operations	$	(15,572,009)	$	(679,662)
Increase (decrease) in net assets from operations				
Advisor Class	$	(2,178,551)	$	(89,420)
Common		(10,519,884)		(590,242)
Institutional Class		(2,975,862)		–
Hedged Institutional Class		102,288		–
	$	(15,572,009)	$	(679,662)
Increase (decrease) in net assets from operations per unit				
Advisor Class	$	(9.06)	$	(0.48)
Common	$	(8.49)	$	(0.93)
Institutional Class	$	(5.50)	$	–
Hedged Institutional Class	$	0.42	$	–

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Statement of **Changes in Net Assets** | **For the year ended December 31**

	2008	2007
Net assets, beginning of the year		
Advisor Class	$ 3,213,841	$ 4,394,212
Common	17,820,610	4,724,247
Institutional Class	–	–
Hedged Institutional Class	–	–
	21,034,451	9,118,459
Increase (decrease) in net assets from operations		
Advisor Class	(2,178,551)	(89,420)
Common	(10,519,884)	(590,242)
Institutional Class	(2,975,862)	–
Hedged Institutional Class	102,288	–
	(15,572,009)	(679,662)
Capital unit transactions [(1)]		
Issuance of units for cash:		
Advisor Class	4,445,385	–
Common	25,458,974	14,013,895
Institutional Class	11,900,000	–
Hedged Institutional Class	7,589,108	–
Payment on redemption of units:		
Advisor Class	–	(1,043,233)
Common	(575,284)	–
Institutional Class	(6,098,486)	–
Hedged Institutional Class	(4,597)	–
	42,715,100	12,970,662
Distribution to unitholders		
From net investment income:		
Advisor Class	(52,688)	(47,092)
Common	(446,160)	(322,999)
Institutional Class	(16,925)	–
Hedged Institutional Class	(45,534)	–
From return of capital:		
Advisor Class	(2,800)	(626)
Common	(23,714)	(4,291)
Institutional Class	(900)	–
Hedged Institutional Class	(2,420)	–
	(591,141)	(375,008)
Increase (decrease) in net assets for the year		
Advisor Class	2,211,346	(1,180,371)
Common	13,893,932	13,096,363
Institutional Class	2,807,827	–
Hedged Institutional Class	7,638,845	–
	26,551,950	11,915,992
Net assets, end of the year		
Advisor Class	5,425,187	3,213,841
Common	31,714,542	17,820,610
Institutional Class	2,807,827	–
Hedged Institutional Class	7,638,845	–
	$ 47,586,401	$ 21,034,451

(1) Refer to note C of the Claymore ETF Specific Notes to Financial Statements

See accompanying consolidated notes and Claymore ETF specific notes which are an integral part of these financial statements.

Claymore ETF Specific Notes to **Financial Statements**

For the year ended December 31, 2008
(These notes should be read along with the Consolidated Notes to Financial Statements)

A) Investment Objective

The Claymore ETF has been designed to replicate, to the extent possible, the performance of the FTSE RAFI US 1000 Canadian Dollar Hedged Index provided by FTSE International Limited. The investment strategy of the Claymore ETF is to invest in and hold a proportionate share of the constituent securities of the FTSE RAFI US 1000 Canadian Dollar Hedged Index in the same proportion as they are reflected in the FTSE RAFI US 1000 Canadian Dollar Hedged Index.

B) Financial Instruments and Risk Management

The Claymore ETF's financial instruments consist of cash and investments. As a result, the Claymore ETF is exposed to various types of risks that are associated with its investment strategies, financial instruments and markets in which it invests. The most important risks include market risk, interest rate risk, credit risk, liquidity risk and currency risk. These risks and related risk management practices employed by the Claymore ETF are discussed below:

Market risk

Market risk is the risk that the fair value or future cash flows of a financial instrument will fluctuate because of changes in market prices. The investments of a fund are subject to normal market fluctuations and the risks inherent in investment in financial markets. The maximum risk resulting from financial instruments held by a fund is determined by the fair value of the financial instruments. The Manager monitors the Claymore ETF's overall market positions on a daily basis and positions are maintained within established ranges.

As at December 31, 2008, the Claymore ETF's market risk is affected by two main components: change in actual market prices and foreign currency movements. If the market values of Portfolio Investments increased by 5%, with all other variables held constant, this would have increased net assets by approximately $2,345,919; conversely, if the value of Portfolio Investments decreased by 5%, this would have decreased net assets by the same amount.

Interest rate risk

Interest rate risk arises from the possibility that changes in interest rates will affect future cash flows or fair values of financial instruments. The Claymore ETF's financial assets and liabilities are non-interest bearing. As a result, the Claymore ETF is not subject to interest rate risk due to fluctuations in the prevailing level of market interest rates.

Credit risk

Credit risk is the risk of loss due to the failure of counterparty to satisfy its obligations. Financial assets which potentially expose the Claymore ETF to credit risk consist principally of cash, foreign currency forward contracts, amounts due from brokers and investments in preference shares. To minimize the credit risk, the Manager performs ongoing credit evaluations based upon factors surrounding the credit risk of counterparties, historical trends and other information.

Liquidity risk

Liquidity risk is the possibility that investments in a fund cannot be readily converted into cash when required. The Claymore ETF's investments are considered readily realizable and highly liquid, therefore the Claymore ETF's liquidity risk is considered minimal.

Currency risk

Currency risk is the risk that the value of investments denominated in currencies, other than the reporting currency of the fund, will fluctuate due to changes in foreign exchange rates. The Claymore ETF invests in securities denominated in U.S. dollars. The Claymore ETF's reporting currency is the Canadian Dollar. Consequently, the Claymore ETF is exposed to risks that the exchange rate of the Canadian Dollar relative to the U.S. Dollar may change in a manner which has an adverse effect on the reported value of that portion of the Claymore ETF's assets.

The table below summarizes the Claymore ETF's exposure to currency risks.

Currency	Investments ($)	Cash ($)	Foreign Exchange Forward Contracts ($)	Other ($)	Total ($)	Percentage of Net Assets (%)
US Dollar	46,918,371	86,446	(46,314,313)	97,780	788,284	1.66

As at December 31, 2008, if the exchange rate between the Canadian Dollar and the U.S. Dollar the Claymore ETF is exposed to increased or decreased by 5%, with all other variables held constant, the increase or decrease respectively in net assets would approximately amount to $39,414.

C) Capital Unit Transactions

The Claymore ETF is authorized to issue an unlimited number of Common units, an unlimited number of Advisor Class units, an unlimited number of Institutional Class units and an unlimited number of Hedged Institutional Class units. Unit transactions of the Claymore ETF for the years ended December 31, 2008 and 2007 were as follows:

	December 31, 2008			
	Advisor Class Units	**Common Units**	**Institutional Class Units**	**Hedged Institutional Class Units**
Units outstanding, beginning of year	153,659	850,854	–	–
Units issued for cash	308,000	1,870,000	599,700	646,268
Units redeemed	–	(28,000)	(415,968)	(403)
Units outstanding, end of year	461,659	2,692,854	183,732	645,865

	December 31, 2007	
	Advisor Class Units	**Common Units**
Units outstanding, beginning of year	200,209	215,187
Units issued for cash	–	635,667
Units redeemed	(46,550)	–
Units outstanding, end of year	153,659	850,854

Auditors' **Report**

To the Unitholders of
Claymore US Fundamental Index ETF C$ Hedged (the "Fund")

We have audited the statements of net assets of the Fund as at December 31, 2008 and 2007, the statement of investment portfolio as at December 31, 2008 and the statements of operations, and changes in net assets for the years then ended. These financial statements are the responsibility of the Fund's Manager. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the net assets of the Fund as at December 31, 2008 and 2007, its investments as at December 31, 2008 and the results of its operations, and changes in net assets for the years then ended in accordance with Canadian generally accepted accounting principles.

Toronto, Canada
March 13, 2009

Ernst & Young LLP

Chartered Accountants
Licensed Public Accountants

Consolidated Notes to **Financial Statements** | For the year ended December 31, 2008

(These notes should be read along with the Claymore ETF Specific Notes to Financial Statements)

Note 1 – **Establishment of Claymore ETFs**

Claymore ETFs are exchange-traded funds (each a "Claymore ETF" and together the "Claymore ETFs") established under the laws of the Province of Ontario with the exception of Claymore Natural Gas Commodity ETF, which was established under the laws of the Province of Alberta. The manager and trustee of the Claymore ETFs is Claymore Investments, Inc. ("Claymore") with exception of Claymore Canadian Financial Monthly Income ETF ("FIE") where RBC Dexia Investor Services Trust acts as the Trustee. Claymore, a registered investment counsel and portfolio manager, is the manager ("Manager") of the Claymore ETFs and is responsible for the administration of the Claymore ETFs. Claymore is a wholly-owned subsidiary of Claymore Group, Inc., a financial services and asset management company based in the Chicago, Illinois area.

		Inception Date		
Claymore ETF	**Trust Agreement Date****	**Advisor Class Units**	**Common Units**	**Institutional Class Units**
Claymore 1-5 Yr Laddered Government Bond ETF	November 27, 2007	January 31, 2008	January 31, 2008	–
Claymore BRIC ETF	August 15, 2006	September 8, 2006	September 8, 2006	April 25, 2008
Claymore Canadian Financial Monthly Income ETF	July 27, 2005	–	August 16, 2005	–
Claymore Canadian Fundamental Index ETF	February 15, 2006	September 8, 2006	February 22, 2006	April 25, 2008
Claymore CDN Dividend & Income Achievers ETF	August 15, 2006	September 8, 2006	September 8, 2006	April 25, 2008
Claymore Equal Weight Banc & Lifeco ETF	April 30, 2007	May 16, 2007	February 6, 2008	–
Claymore Global Agriculture ETF	November 27, 2007	December 19, 2007	December 19, 2007	April 25, 2008
Claymore Balanced Growth CorePortfolio ETF	April 5, 2007	June 21, 2007	June 21, 2007	–
Claymore Balanced Income CorePortfolio ETF	April 5, 2007	June 21, 2007	June 21, 2007	–
Claymore Global Monthly Advantaged Dividend ETF	February 15, 2006	January 15, 2008	January 15, 2008	December 31, 2008
Claymore International Fundamental Index ETF	August 15, 2006	February 14, 2007	February 14, 2007	April 25, 2008
Claymore Japan Fundamental Index ETF C$ Hedged	August 15, 2006	February 14, 2007	February 14, 2007	–
Claymore Natural Gas Commodity ETF	November 27, 2007	–	February 6, 2008	–
Claymore Oil Sands Sector ETF	August 15, 2006	October 26, 2006	October 26, 2006	–
Claymore Premium Money Market ETF	November 27, 2007	February 19, 2008	February 19, 2008	–
Claymore S&P Global Water ETF	April 5, 2007	June 4, 2007	June 4, 2007	April 25, 2008
Claymore S&P/TSX CDN Preferred Share ETF	April 5, 2007	April 10, 2007	April 10, 2007	–
Claymore S&P/TSX Global Mining ETF	June 7, 2007	June 12, 2007	June 12, 2007	–
Claymore US Fundamental Index ETF C$ Hedged *	August 15, 2006	September 8, 2006	September 8, 2006	April 25, 2008
Claymore Global Infrastructure ETF	July 15, 2007	August 27, 2008	August 27, 2008	–
Claymore Global Real Estate ETF	July 15, 2007	August 26, 2008	August 26, 2008	–

* Claymore US Fundamental Index ETF C$ Hedged has created a Hedged Institutional Class which commenced operations on October 16, 2008.

** The master declaration of trust (the "Declaration of Trust") for the Claymore ETFs was made February 15, 2006, amended and restated August 15, 2006, amended and restated April 5, 2007, amended and restated June 7, 2007, amended and restated November 27, 2007, amended and restated July 15, 2008 by Claymore Investments, Inc.

Note 2 – **Significant Accounting Policies**

These financial statements have been prepared in accordance with Canadian generally accepted accounting principles ("GAAP"), which include estimates and assumptions by management that may affect the reported amounts of assets, liabilities, income and expenses during the reporting period. Actual results could vary from these estimates.

a) Adoption of new accounting standards

The Canadian Institute of Chartered Accountants ("CICA") issued two new accounting standards, Section 3862, Financial Instruments – Disclosures ("Section 3862"), and Section 3863, Financial Instruments – Presentation ("Section 3863"), which apply to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007.

Section 3862 modifies the disclosure requirements for financial instruments that were included in Section 3861, Financial Instruments – Disclosure and Presentation. This new standard requires the Claymore ETFs to provide disclosures in their financial statements that enable users to evaluate the significance of financial instruments to their financial positions and performance as well as the nature and extent of risks arising from these financial instruments during the period and at the financial statement date and how the Claymore ETFs manage those risks. Section 3862 was adopted by the Claymore ETFs on January 1, 2008. Refer to the "Financial Instruments and Risk Management" section of the Claymore ETF specific Notes to Financial Statements for further details.

Section 3863 carries forward the same presentation requirements for financial instruments under Section 3861. This section was adopted by the Claymore ETFs on January 1, 2008.

Section 1535, Capital Disclosures ("Section 1535") of the CICA Handbook establishes standards for disclosing information about an entity's capital and how it is managed. This section applies to interim and annual financial statements relating to fiscal years beginning on or after October 1, 2007.

b) Application of CICA Handbook Section 3855

On April 1, 2005, the CICA issued Handbook Section 3855, "Financial Instruments – Recognition and Measurement", which establishes standards for the fair valuation of investments as well as the accounting treatment of transaction costs. For purpose of preparing its financial statements, the Claymore ETFs value their investments pursuant to Section 3855 as outlined below; the resulting net assets balance is referred to as the Net Assets. For all other purposes, including the processing of Unitholder transactions, the value of securities traded in the active market continue to be valued at their last traded price; the resulting net assets is referred as the Net Asset Value. Net assets per unit and Net asset value per unit are presented in the Statement of Net Assets of each Claymore ETF. This is in compliance with the amendments made to NI 81-106 issued by the Canadian Securities Administrators ("CSA") allowing the calculation of net asset value for the purpose of processing Unitholder transactions to differ from that of GAAP fair value measurements.

Section 3855 applies to fiscal years beginning on or after October 1, 2006 and it was applied by the Claymore ETFs effective January 1, 2007, without restatement of prior periods. Accordingly, the below listed Claymore ETFs' opening net asset value in the Statement of Changes in Net Assets for the year ended December 31, 2007 have been adjusted as follows:

	Opening NAV Section 3855 Adjustment	
Claymore ETF	**Advisor Class**	**Common**
Claymore BRIC ETF	(17,260)	(115,024)
Claymore Canadian Fundamental Index ETF	(5,522)	(8,679)
Claymore CDN Dividend & Income Achievers ETF	(18,879)	(18,883)
Claymore US Fundamental Index ETF C$ Hedged	(9,154)	(9,841)
Claymore Canadian Financial Monthly Income ETF	–	(198,835)

Compliance with Section 3855, accounting policies for the Claymore ETFs are as follows:

Valuation of investments

1. Securities listed on a recognized exchange or on an over-the-counter market are valued at their closing bid/ask price for long/short positions. If a closing bid price on a recognized exchange or over-the-counter market is not available, then the price of the most recent transaction is used. The value of any security for which a market quotation is not readily available will be its fair value as determined by the Manager using valuation techniques commonly used by market participants.
2. Short-term notes, treasury bills and bonds are valued at the average bid quotations from recognized investment dealers.

Prior to January 1, 2007, fair value for securities listed on a recognized exchange was based on the last trading price for the day when available. Short-term notes and treasury bills were valued at cost plus accrued interest, which approximated fair value.

Transaction costs

In accordance with Section 3855, transaction costs are expensed and are included in "Transaction costs" in the Statement of Operations. Transaction costs are incremental costs that are directly attributable to the acquisition, issue or disposal of an investment, which include fees and commissions paid to agents, advisers, brokers and dealers, levies by regulatory agencies and securities exchanges, and transfer taxes and duties. Prior to the adoption of Section 3855, transaction costs were capitalized and included in the cost of purchases or proceeds from sale of investments. There is no impact on the net asset value of the Claymore ETFs in using either of these methods. The cost of investments for each security is determined on an average cost basis.

c) Cash and cash equivalents are comprised of cash on deposit and treasury bills with term to maturity of less than 90 days at acquisition. Cash and cash equivalents are carried at fair value.

d) Investment transactions are recorded on the trade date. Interest income is accrued daily at the interest rate of the debt security. Dividend income is recognized on the ex-dividend date. Realized gains and losses from investment transactions are calculated on an average cost basis.

e) The unit value of a class is based on the market value of the class' proportionate share of the assets of the Claymore ETFs, less any liabilities attributable to that class and less that class' proportionate share of the common liabilities and expenses of the Claymore ETFs, divided by the total outstanding units of that class. Other income, realized and unrealized gains and losses are allocated to each class of the Claymore ETFs based on the class' pro-rated share of total net assets of the Claymore ETFs. The unit value of a class is the basis for all purchases and redemptions and for reinvestments of distributions.

f) Assets and liabilities denominated in foreign currencies are translated into Canadian dollars at the exchange rate prevailing at the period-end date. Purchases and sales of investments and income and expense transactions are translated at the rate of exchange prevailing on the date of the transactions.

g) Increase (decrease) in net assets from operations per unit represents the increase (decrease) in net assets from operations by class for the year divided by the weighted average number of units outstanding per class during the year.

h) The value of a forward contract is the gain or loss that would be realized if, on the valuation date, the positions were closed out. The forward contract is valued using an interpolation of the forward exchange rate based on the length of the forward contract. It is reflected in the Statement of Operations as change in unrealized appreciation (depreciation) on forward agreements. When the forward contracts are closed out, any gains or losses realized are included in net realized gain or loss on forward agreements.

Note 3 – Changeover to International Financial Reporting Standards

The Canadian Accounting Standards Board ("AcSB") recently confirmed January 1, 2011 as the date the International Financial Reporting Standards ("IFRS") will replace current Canadian standards and interpretations as Canadian GAAP for publicly accountable enterprises, which includes investment funds. Management is in the process of developing a changeover plan, which will include identifying differences between the Claymore ETFs' current accounting policies and those it expects to apply under IFRS, as well as any accounting policy and implementation decisions and their resulting impact, if any, on net asset values of the Claymore ETFs.

Note 4 – Expenses

Management fee

Each Claymore ETF will pay the Manager a monthly management fee as set forth in the table below based on one-twelfth of the NAV per Unit of the Claymore ETFs at month end plus applicable taxes, plus in respect of the Advisor Class Units, an additional service fee based on one-quarter of the NAV per Advisor Class Unit of the Claymore ETFs at the end of each calendar quarter, plus applicable taxes. The monthly management fee will be paid monthly in arrears and the additional service fee will be paid quarterly at the end of each calendar quarter.

MFC Global Investment Management (Canada) ("MFC") acts as the Investment Adviser of FIE. MFC is a division of Elliott & Page Limited, a Manulife company, and provides investment advisory and portfolio management services to institutional clients and investment funds.

In respect of FIE, a monthly management fee equal to one-twelfth of 1.00% of the net assets of FIE at month end, paid monthly in arrears, together with the Service fee (described below) to be paid by the Manager to dealers, plus applicable taxes, will be paid to the Manager. MFC will be remunerated by the Manager out of the management fee.

Service fee

The service fee is paid by the Manager to registered dealers, as set forth in the table below, with clients holding Advisor Class Units. The service fee will be calculated and paid at the end of each calendar quarter.

In respect of FIE, the Manager will pay to registered dealers a servicing fee equal to 0.40% annually of the NAV per Unit for each FIE Unit held by clients of the registered dealer.

Other fees and expenses

The Manager is responsible for all costs and expenses of the Claymore ETFs except the management fee, brokerage expenses and commissions, income taxes and withholding taxes and extraordinary expenses. These costs and expenses include the service fee, the fees payable to the Custodian, Registrar and Transfer Agent and Plan Agent and fees payable to other service providers retained by the Manager as described in the prospectus under "Management of the Claymore ETF – The Trustee and Manager – Powers and Duties of the Trustee and Manager." Costs and expenses of the Claymore ETFs paid by the Manager will be offset by any securities lending revenue earned by the Claymore ETFs.

FIE will pay for all ordinary expenses incurred in connection with its operations and administration.

Claymore ETF	Annual management fee (as % of NAV of the Claymore ETF)	Annual service fee (as % of NAV of the Advisor Class Unit)
Claymore 1-5 Yr Laddered Government Bond ETF	0.15	0.50
Claymore BRIC ETF	0.60	0.75
Claymore Canadian Financial Monthly Income ETF	1.00	0.40
Claymore Canadian Fundamental Index ETF	0.65	0.75
Claymore CDN Dividend & Income Achievers ETF	0.60	0.75
Claymore Equal Weight Banc & Lifeco ETF	0.55	0.75
Claymore Global Agriculture ETF	0.65	0.75
Claymore Balanced Growth CorePortfolio ETF	0.70	1.00
Claymore Balanced Income CorePortfolio ETF	0.70	1.00
Claymore Global Monthly Advantaged Dividend ETF	0.60	0.75
Claymore International Fundamental Index ETF	0.65	0.75
Claymore Japan Fundamental Index ETF C$ Hedged	0.65	0.75
Claymore Natural Gas Commodity ETF	0.80	–
Claymore Oil Sands Sector ETF	0.60	0.75
Claymore Premium Money Market ETF	0.25	0.25
Claymore S&P Global Water ETF	0.60	0.75
Claymore S&P/TSX CDN Preferred Share ETF	0.45	0.50
Claymore S&P/TSX Global Mining ETF	0.55	0.75
Claymore US Fundamental Index ETF C$ Hedged	0.65	0.75
Claymore Global Infrastructure ETF	0.65	0.75
Claymore Global Real Estate ETF	0.65	0.75

Note 5 – **Securities Lending**

The Claymore ETFs may, in compliance with NI 81-102, lend securities to securities borrowers acceptable to the Claymore ETFs pursuant to the terms of a securities lending agreement between the Claymore ETFs and any such borrower under which: (i) the borrower will pay to the Claymore ETFs a negotiated securities lending fee and will make compensation payments to the Claymore ETFs equal to any distributions received by the borrower on the securities borrowed; (ii) the securities loans must qualify as "securities lending arrangements" for the purposes of the Income Tax Act (Canada) (as defined under "Canadian Federal Income Tax Considerations"); and (iii) the Claymore ETFs will receive collateral security. If a securities lending agent is appointed for the Claymore ETFs, such agent will be responsible for the ongoing administration of the securities loans, including the obligation to mark to market the collateral on a daily basis.

Certain Claymore ETFs have entered into a securities lending program with RBC Dexia Investor Services Trust. The aggregate market value of all securities loaned by a Claymore ETF cannot exceed 50% of the net asset value of that Claymore ETF. The Claymore ETFs will receive collateral of at least 105% of the value of securities on loan.

Claymore ETF	Market Value of Securities Loaned ($)	Market Value of Collateral Held ($)
Claymore 1-5 Yr Laddered Government Bond ETF	33,268,974	35,365,409
Claymore BRIC ETF	13,616,406	14,474,440
Claymore Canadian Financial Monthly Income ETF	9,486,584	10,084,378
Claymore Canadian Fundamental Index ETF	9,663,242	10,272,169
Claymore CDN Dividend & Income Achievers ETF	7,591,213	8,069,571
Claymore Equal Weight Banc & Lifeco ETF	2,855,379	3,035,310
Claymore Global Agriculture ETF	22,777,522	24,212,841
Claymore Balanced Growth CorePortfolio ETF	910,424	967,794
Claymore Balanced Income CorePortfolio ETF	1,017,706	1,081,836
Claymore Global Monthly Advantaged Dividend ETF	4,117,130	4,376,569
Claymore International Fundamental Index ETF	8,214,432	8,732,062
Claymore Japan Fundamental Index ETF C$ Hedged	1,549,992	1,647,664
Claymore Natural Gas Commodity ETF	–	–
Claymore Oil Sands Sector ETF	3,740,610	3,976,323
Claymore Premium Money Market ETF	3,497,558	3,717,955
Claymore S&P Global Water ETF	14,553,842	15,470,948
Claymore S&P/TSX CDN Preferred Share ETF	1,776,594	1,888,545
Claymore S&P/TSX Global Mining ETF	6,262,320	6,656,939
Claymore US Fundamental Index ETF C$ Hedged	5,032,871	5,350,015
Claymore Global Infrastructure ETF	1,348,343	1,433,309
Claymore Global Real Estate ETF	1,233,373	1,311,094

Note 6 – **Income Taxes**

Each of the Claymore ETFs qualifies as mutual fund trust under the Income Tax Act (Canada). Distributions of all net taxable income and sufficient amounts of net realized capital gains for each taxation year will be paid to Unitholders so that the Claymore ETFs will not be liable for income taxes under Part I of the Income Tax Act (Canada). The tax year for the Claymore ETFs is December 15, 2008.

Note 7 – **Distribution of Income and Capital Gains**

Net investment income and aggregate net realized capital gains on the disposition of investments are distributed to Unitholders quarterly and annually at the end of the calendar year, respectively. All distributions are distributed to Unitholders of the each Claymore ETF according to each Unitholder's proportionate share of that Claymore ETF less any tax required to be deducted.

Note 8 – **Income Tax Loss Carryforwards**

Capital losses for income tax purposes may be carried forward indefinitely and applied against capital gains realized in future years. Non-capital losses that arose in taxation years after 2006 are available to be carried forward for twenty years and applied against future taxable income.

As of the tax year ended December 2008, the following Claymore ETFs have available capital losses for income tax purposes.

Claymore ETF	Capital Losses ($)
Claymore 1-5 Yr Laddered Government Bond ETF	26,056
Claymore BRIC ETF	43,874,097
Claymore Canadian Financial Monthly Income ETF	17,447,755
Claymore Canadian Fundamental Index ETF	564,687
Claymore CDN Dividend & Income Achievers ETF	126,134
Claymore Equal Weight Banc & Lifeco ETF	19,747
Claymore Global Agriculture ETF	4,432,188
Claymore Balanced Growth CorePortfolio ETF	1,322,303
Claymore Balanced Income CorePortfolio ETF	497,588
Claymore Global Monthly Advantaged Dividend ETF *	3,407,590
Claymore International Fundamental Index ETF	882,513
Claymore Japan Fundamental Index ETF C$ Hedged	6,514,781
Claymore Natural Gas Commodity ETF *	–
Claymore Oil Sands Sector ETF	1,190,085
Claymore Premium Money Market ETF	–
Claymore S&P Global Water ETF	5,010,753
Claymore S&P/TSX CDN Preferred Share ETF	3,362,152
Claymore S&P/TSX Global Mining ETF	1,055,449
Claymore US Fundamental Index ETF C$ Hedged	7,919,763
Claymore Global Infrastructure ETF	138,350
Claymore Global Real Estate ETF	593,792

* Claymore Global Monthly Advantaged Dividend ETF and Claymore Natural Gas Commodity ETF have non-capital losses of $63,254 and 3,325,748 respectively, which expires in 2028,

Note 9 – **Brokerage Commissions on Securities Transactions**

Brokers commissions are the fees paid to brokers in connection with investment portfolio transaction. The Claymore ETFs paid the following broker commissions for the years ended December 31, 2008 and 2007:

	Broker Commissions ($)	
Claymore ETF	2008	2007
Claymore 1-5 Yr Laddered Government Bond ETF	–	–
Claymore BRIC ETF	481	–
Claymore Canadian Financial Monthly Income ETF	188,741	43,546
Claymore Canadian Fundamental Index ETF	2,561	–
Claymore CDN Dividend & Income Achievers ETF	80	–
Claymore Equal Weight Banc & Lifeco ETF	–	6,294
Claymore Global Agriculture ETF	203	–
Claymore Balanced Growth CorePortfolio ETF	1,234	–
Claymore Balanced Income CorePortfolio ETF	628	–
Claymore Global Monthly Advantaged Dividend ETF	–	–
Claymore International Fundamental Index ETF	124,476	20,927
Claymore Japan Fundamental Index ETF C$ Hedged	28,988	9,171
Claymore Natural Gas Commodity ETF	22,838	–
Claymore Oil Sands Sector ETF	12,058	–
Claymore Premium Money Market ETF	–	–
Claymore S&P Global Water ETF	79,180	15,225
Claymore S&P/TSX CDN Preferred Share ETF	–	–
Claymore S&P/TSX Global Mining ETF	–	–
Claymore US Fundamental Index ETF C$ Hedged	1,993	–
Claymore Global Infrastructure ETF	–	–
Claymore Global Real Estate ETF	34,382	–

There were no soft dollar amounts during the years ended December 31, 2008 and 2007.

Note 10 – **Related Party Holdings**

Certain Claymore ETFs invest in other Claymore ETFs.

Note 11 – **Comparative Financial Statements**

The comparative financial statements have been reclassified from statements previously presented to conform to the presentation of the 2008 financial statements.

Fund **Advisory Board**

Management of the Fund is advised by an advisory board consisting of three members, all of whom are independent of Claymore and free from any interest and any business or other relationship which could, or could be reasonably perceived to, materially interfere with the exercise of an advisory board member's judgment. However, the advisory board members may be members of the advisory boards of other investment funds managed by Claymore. The advisory board provides independent advice to the Manager to assist them in performing their services under the Trust Agreement. The members of the advisory board are required to act honestly and in good faith in the best interests of the Fund and the Unitholders, and in connection with that duty will exercise the degree of care, diligence and skill that a reasonably prudent person would exercise in similar circumstances.

The Manager reports to the advisory board on the operation and performance of the Fund on a quarterly basis, including with respect to compliance with applicable investment restrictions and material contracts as amended from time to time.

All fees and expenses of the advisory board incurred in connection with its duties with respect to the Fund are paid by the Fund and the advisory board will have the authority to retain, at the expense of the Fund, independent counsel or other advisors if the advisory board deems it appropriate to do so.

The members of the advisory board are indemnified by the Fund, except in cases of willful misconduct, bad faith, negligence or breach of their standard of care. The advisory board members are not responsible for the investments made by the Fund, or for the performance of the Fund.

The following is a brief description of the background of the current members of the advisory board:

Douglas G. Hall, CFA
Doug was a Managing Director at RBC Capital Markets covering public and private capital raising, mergers and acquisitions support and strategic advisory assignments for diversified industry groups from 1979 until his retirement in 2005. From 1998, he was responsible for senior account coverage in Atlantic Canada, and previously had senior corporate account coverage in Toronto. He also managed the RBC Global Investment Banking office from 1990 to 1992. Mr. Hall currently sits on the board of Millar Western Forest Products Ltd., a privately held lumber and pulp company based in Alberta, and Nova Scotia Business Inc., a company formed by the Nova Scotia provincial government to manage the economic development function with a private sector board of directors. While in Toronto, Mr. Hall sat on the board of various closed-end funds listed on the TSX as a representative of RBC Capital Markets. Mr. Hall holds a Bachelor of Arts from Queen's University and a M.B.A. from the Ivey School of Business, University of Western Ontario. Mr. Hall is on the advisory board of two Claymore Canadian closed-end funds and nineteen Claymore Canadian ETFs.

Roman Friedrich III
Roman is the founder of Roman Friedrich & Company, a Vancouver-based firm that specializes in the provision of financial advisory services to corporations in the resource sector. Previously, he was a Managing Director at TD Securities Inc. Mr. Friedrich is a director of Gateway Gold Corp., a company listed on the TSX, StrataGold Corporation, a company listed on the TSX, as well as Strategic Minerals Corporation and Brazilian Emeralds Inc., both private resource companies. Mr. Friedrich is on the Board of Directors of GFM Resources LTD, a company listed on the TSX Venture Exchange and is the Chairman of the Board of Trustees of Dreman/Claymore Dividend & Income Fund, a NYSE-listed closed-end fund advised by Claymore Advisors, LLC. Mr. Friedrich is on the advisory board of two Claymore Canadian closed-end funds and nineteen Claymore Canadian ETFs.

Randall C. Barnes
Prior to his retirement in 1997, Randall spent four years as Senior Vice President and Treasurer of PepsiCo, Inc., where he was employed since 1987. He was President of the Pizza Hut international division from 1991 to 1993, and prior to that time Senior Vice President, Strategic Planning and New Business Development. Mr. Barnes is a trustee of eleven NYSE-listed closed-end funds and 31 U.S. exchange-traded funds administered by Claymore Advisors, LLC. Mr. Barnes is on the advisory board of two Claymore Canadian closed-end funds and nineteen Claymore Canadian ETFs.

Fund **Information**

Claymore Investments, Inc.
Directors and Officers

Som Seif
Chief Executive Officer, President and Director

Chuck R. Craig
Chief Investment Officer and Director

Bruce Albelda
Chief Financial Officer

Kevin M. Robinson
Secretary

J. Thomas Futrell
Director

Michael J. Rigert
Vice President

Matthew J. Patterson
Vice President

Jeffrey D. Logan
Vice President

David C. Hooten
Chairman of the Board of Directors

Fund Advisory Board

Douglas G. Hall

Roman Friedrich III

Randall C. Barnes

Custodian

RBC Dexia Investor Services Trust

Auditors

Ernst & Young LLP

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CCFR702-AR-1208