

No securities regulatory authority has expressed an opinion about these securities and it is an offence to claim otherwise. This prospectus constitutes a public offering of these securities in the jurisdictions where they may be lawfully offered for sale and only by persons permitted to sell these securities.

PROSPECTUS

Continuous Distribution

November 28, 2011



This prospectus qualifies the distribution of Units (defined below) of the following exchange-traded funds (each a “Claymore ETF” and together the “Claymore ETFs”):

Claymore Premium Money Market ETF
Claymore Natural Gas Commodity ETF
Claymore Broad Commodity ETF
Claymore Managed Futures ETF
Claymore Canadian Financial Monthly Income ETF
Claymore Equal Weight Banc & Lifeco ETF

The Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF are exchange-traded funds established as trusts under the laws of the Province of Ontario. The Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF and Claymore Managed Futures ETF are exchange-traded commodity pools established as trusts under the laws of the Province of Alberta.

The Claymore ETFs (other than the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF) have been designed to provide investors with exposure to the performance of an index (the “Index”) net of expenses. See “Investment Objectives”. The investment strategy of each of the Claymore ETFs (other than the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF) is to invest in and hold the constituent securities of the applicable indices in substantially the same proportion as they are reflected in the applicable indices. See “Investment Objectives” and “Investment Strategies”.

The Claymore Premium Money Market ETF’s investment objective is to maximize current income to the extent consistent with the preservation of capital and liquidity. See “Investment Objectives – Claymore Premium Money Market ETF”. The Claymore Premium Money Market ETF invests 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. See “Investment Strategies”.

The Claymore Canadian Financial Monthly Income ETF’s (“FIE”) investment objectives are to maximize total return to holders of its Common Units and Advisor Class Units, consisting of distributions and capital appreciation, and to provide its unitholders with a stream of monthly cash distributions of \$0.05 per unit (\$0.60 per annum). Currently, FIE is paying monthly cash distributions of \$0.04 per Advisor Class Unit (\$0.48 per annum) and \$0.04 per Common Unit (\$0.48 per annum). FIE’s net assets, together with borrowings under its loan facility are invested in a diversified investment portfolio consisting primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. Claymore Investments, Inc. is the manager and

portfolio manager of FIE and Manulife Asset Management Limited provides investment sub-advisory services to FIE. See “Investment Objectives” and “Investment Strategies”.

The Claymore Equal Weight Banc & Lifeco ETF’s (“CEW”) investment objective is to provide investors with a diversified equal weighted investment in a portfolio (the “CEW Portfolio”) of Canadian banks and life insurance companies. Cash distributions on CEW Advisor Class Units and on CEW Common Units are expected to be made monthly and will be derived from dividends received by CEW on the CEW Portfolio. Such distributions may also include capital gains and returns of capital. CEW will endeavour to provide holders of CEW Common Units and CEW Advisor Class Units with monthly cash distributions targeted to be \$0.04167 (\$0.50 per annum). CEW Unitholders will also participate in any potential appreciation in the CEW Portfolio. Currently, CEW is paying monthly cash distributions of \$0.021 per CEW Common Unit (\$0.252 per annum) and \$0.0325 per CEW Advisor Class Unit (\$0.39 per annum). See “Investment Objectives” and “Investment Strategies”.

Common units (the “Common Units”) and Advisor Class units (the “Advisor Class Units”) of each of the Claymore ETFs (other than Claymore Natural Gas Commodity ETF, which only issues Common Units) are being issued and sold on a continuous basis and there is no maximum number of Units that may be issued. The Common Units and Advisor Class Units are collectively referred to as the “Units”.

Claymore Investments, Inc. (“Claymore” or the “Manager”), a registered portfolio manager, exempt market dealer and investment fund manager is the manager and trustee of the Claymore ETFs and is responsible for the administration of the Claymore ETFs. Claymore, in addition to acting as Manager for the Claymore ETFs, is also the investment advisor to all of the Claymore ETFs. See “Organization and Management Details – Trustee and Manager”.

Auspice Capital Advisors Ltd. (“Auspice”) acts as the investment sub-advisor (i) to the Claymore Natural Gas Commodity ETF and (ii) in respect of the Index portfolio to which the Claymore Broad Commodity ETF has exposure. Auspice’s core expertise is the design and execution of systematic trading strategies, and managing commodity risk. See “Organization and Management Details – Auspice”.

Security Investors, LLC (“Security Investors”) acts as Index provider and as an investment advisor in respect of the Index portfolio to which Claymore Managed Futures ETF has exposure. Security Investors is registered with the U.S. Securities and Exchange Commission as an investment adviser and has obtained an exemption from the adviser registration requirement of the *Commodity Futures Act* (Ontario). Security Investors, LLC has over 25 years experience with trend following implementations and/or developing systematic investments. See “Organization and Management Details – Security Investors”.

Manulife Asset Management Limited (“Manulife Asset Management”) provides portfolio management services to FIE. Manulife Asset Management, a leading global investment manager, provides portfolio management services to institutional clients and investment funds and, as of September 30, 2011 had over \$206.8 billion in assets under management together with its affiliates. See “Organization and Management Details – Manulife Asset Management”.

The Units, other than those of the Conditionally-Approved Claymore ETF, are listed on the Toronto Stock Exchange (“TSX”) and offered on a continuous basis.

Investors may buy or sell Units on the TSX through registered brokers and dealers in the province or territory where the investor resides. From time to time as may be agreed by a Claymore ETF and the Designated Brokers and Underwriters, the Designated Brokers and Underwriters may agree to accept Constituent Securities as payment for Units from prospective purchasers. Investors may incur customary brokerage commissions in buying or selling Units.

Unitholders may redeem Units in any number for cash, subject to a redemption discount, or may exchange a Prescribed Number of Units (or integral multiple thereof) for Baskets of Securities and cash. See “Redemption and Exchange of Units”.

The Claymore ETFs issue, or will issue, Units directly to Designated Brokers and Underwriters. Investors may buy and sell Units of the Claymore ETFs, other than the Conditionally-Approved Claymore ETF, on the TSX through registered brokers and dealers in the province or territory where the investor resides. Investors may incur customary brokerage commissions in buying or selling Units. The TSX has conditionally approved the listing of the Units of the Conditionally-Approved Claymore ETF subject to the Conditionally-Approved Claymore ETF fulfilling all of the requirements of the TSX on or before December 4, 2011. Subject to the TSX's original listing requirements, the Manager expects that the first issuance of the Units of the Conditionally-Approved Claymore ETF will occur in 2011.

No underwriter has been involved in the preparation of the prospectus or has performed any review of the contents of the prospectus and the Canadian securities regulators have provided the Claymore ETFs with a decision exempting them from the requirement to include a certificate of an underwriter in the prospectus. The Designated Brokers and Underwriters are not underwriters of the Claymore ETFs in connection with the distribution of Units under this prospectus.

For a discussion of the risks associated with an investment in Units of the Claymore ETFs, see "Risk Factors".

Each investor should carefully consider whether its financial condition permits it to participate in the Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF and Claymore Managed Futures ETF (collectively, the "Claymore Commodity ETFs"). The Units of the Claymore Commodity ETFs are speculative and involve a high degree of risk. An investor may lose a substantial portion or even all of the money invested in the Claymore Commodity ETFs. The risk of loss in trading in derivatives can be substantial. In considering whether to buy Units of the Claymore Commodity ETFs, an investor should be aware that trading derivatives can quickly lead to large losses as well as large gains. Such trading losses can sharply reduce the net asset values of the Claymore Commodity ETFs and consequently the value of an investor's Units in the Claymore Commodity ETFs. Also, market conditions may make it difficult or impossible for the Claymore Commodity ETFs to liquidate a position.

The Claymore Commodity ETFs are subject to certain conflicts of interest.

The Claymore Commodity ETFs will be subject to charges payable by them as described in this prospectus that must be offset by revenues and trading gains before an investor is entitled to a return on his or her investment. It may be necessary for the Claymore Commodity ETFs to make substantial trading profits to avoid depletion or exhaustion of its assets before an investor is entitled to a return on its investment.

The success of the Claymore Commodity ETFs will depend upon a number of conditions that are beyond the control of the Claymore Commodity ETFs. There is a substantial risk that the goals of the Claymore Commodity ETFs will not be met. The Claymore Commodity ETFs track an Index including both forward contracts for delivery at some point in the future as well as futures contracts. However, none of the Claymore Commodity ETFs invests in a spot market.

While the Claymore Commodity ETFs are mutual funds, certain provisions of securities legislation designed to protect investors who purchase securities of mutual funds do not apply to the Claymore Commodity ETFs.

These brief statements do not disclose all the risks and other significant aspects of investing in the Claymore Commodity ETFs. An investor should therefore carefully study this prospectus, including a description of the principal risk factors under "Risk Factors – General Risks Relating to an Investment in the Claymore Commodity ETFs", before deciding to invest in the Claymore Commodity ETFs.

While each Claymore ETF will be a mutual fund under the securities legislation of certain provinces and territories of Canada, it has been granted exemptive relief from certain provisions of Canadian securities legislation applicable to conventional mutual funds.

During the period in which the Claymore ETFs are in continuous distribution, additional information will be available in the most recently filed annual financial statements, any interim financial statements filed after the most

recent annual financial statements, the most recently filed annual management report of fund performance (“MRFP”) and any interim MRFP filed after that annual MRFP for each Claymore ETF. These documents are or will be incorporated by reference into, and legally form an integral part of this prospectus. See “Documents Incorporated by Reference”.

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IMPORTANT TERMS

Unless otherwise indicated, all references to dollar amounts in this prospectus are to Canadian dollars and all references to times in this prospectus are to Toronto time.

ADRs, ADSs, GDRs and IDRs – American Depository Receipts, American Depository Shares, Global Depository Receipts and International Depository Receipts, respectively. ADRs, ADS, GDRs and IDRs are each a type of negotiable financial security that is traded on a local stock exchange but represent a security that is issued by a foreign publicly-listed company.

Auspice –Auspice Capital Advisors Ltd., a corporation incorporated under the laws of Alberta, the investment sub-advisor to the Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which the Claymore Broad Commodity ETF has exposure.

Auspice Broad Commodity Total Return Index – an Index designed to benefit from trends in the broad commodity futures markets.

Basket of Securities – in relation to a particular Claymore ETF, a group of securities determined by the Manager from time to time representing the constituents of the applicable Index in approximately the same weightings as such constituents are weighted in the applicable Index, based on each security’s sale price at the last Valuation Time.

Canadian securities legislation – the *Securities Act* in force in each province and territory of Canada, all regulations, rules, orders and policies made thereunder and all multilateral and national instruments adopted by the securities regulatory authorities.

Canadian Share Portfolio - as defined under “Investment Strategies – Use of Derivative Instruments – Forward-using Claymore ETFs”.

CDS – CDS Clearing and Depository Services Inc.

CDS Participant – a participant in CDS that holds Units on behalf of beneficial owners of Units.

CEW – Claymore Equal Weight Banc & Lifeco ETF.

CEW Portfolio – a diversified equal weighted portfolio consisting of common shares of the largest Canadian banks and life insurance companies.

Claymore or the Manager– Claymore Investments, Inc., a corporation established under the federal laws of Canada, the trustee and manager of the Claymore ETFs.

Claymore Commodity ETFs – Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF and Claymore Managed Futures ETF.

Claymore ETFs – Claymore Premium Money Market ETF, Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF, Claymore Managed Futures ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF, each an investment trust established pursuant to the applicable Declaration of Trust or Trust Agreement and Claymore ETF means any one of them.

Conditionally-Approved Claymore ETF – Claymore Managed Futures ETF.

Constituent Issuers – in relation to a particular Index, the issuers which from time to time are included in that Index as selected by the Index Provider.

Constituent Securities – in relation to a particular Index, the securities of the Constituent Issuers included in that Index.

Counterparty – as defined under “Investment Strategies – Use of Derivative Instruments – Forward-using Claymore ETFs”.

CRA – the Canada Revenue Agency.

Custodian – CIBC Mellon Trust Company.

Custodian Agreement –the custodian agreement dated February 11, 2011 (as amended from time to time) between the Manager, on behalf of the Claymore ETFs, and the Custodian.

Declaration of Trust – as the context requires, either or both the master declaration of trust establishing the Claymore ETFs (other than the Claymore Commodity ETFs) as amended and restated and as may be further amended and/or restated from time to time, and the declaration of trust establishing the Claymore Commodity ETFs as may be amended and/or restated from time to time.

derivatives – means an instrument, agreement or security, the market price, value or payment obligations of which are derived from, referenced to or based on an underlying interest.

Designated Broker – a registered dealer that has entered into a Designated Broker Agreement with the Manager, on behalf of one or more Claymore ETFs pursuant to which the Designated Broker agrees to perform certain duties in relation to the Claymore ETFs.

Designated Broker Agreement – an agreement between the Manager, on behalf of a Claymore ETF, and a Designated Broker.

distribution record date – a date determined by the Manager as a record date for the determination of Unitholders of a Claymore ETF entitled to receive a distribution.

distribution payment date – a day which is no later than the 10th business day following the applicable distribution record date, on which a Claymore ETF pays a distribution to its Unitholders.

ETF – exchange-traded fund.

Exchange Traded Product – means an exchange traded fund or an exchange traded note traded on a North American exchange.

FIE – Claymore Canadian Financial Monthly Income ETF.

FIE Portfolio – FIE’s portfolio of securities, consisting primarily of common shares, preferred shares, corporate bonds, income trust units and other types of securities issued by issuers in the Canadian financial sector.

forward contracts – forward contracts are agreements between two parties to buy or sell an asset at a specified point in time in the future at a predetermined price and may include **physical forward contracts**, which are forward contracts that settle by physical delivery of the asset that is bought or sold, as opposed to settlement in cash.

futures contracts – futures contracts are standardized contracts entered into on domestic or foreign exchanges which call for the future delivery of specified quantities of various assets such as stocks, bonds, agricultural commodities, industrial commodities, currencies, financial instruments, energy products or metals at a specified time and place. The terms and conditions of futures contracts of a particular commodity are standardized and as such are not subject to any negotiation between the buyer and seller.

Forward Amount – as defined under “Investment Strategies – Use of Derivative Instruments – Forward-using Claymore ETFs”.

Forward-using Claymore ETFs – as defined under “Investment Strategies – Use of Derivative Instruments – Forward-using Claymore ETFs”.

Guggenheim Managed Futures Index – an Index designed to benefit from trends in the commodity, fixed income, equity and currency futures markets.

Index/Indices – a benchmark or index, provided by an Index Provider, or a replacement or alternative benchmark or index that applies substantially similar criteria to those currently used by the Index Provider for the benchmark or index or a successor index that is substantially comprised of or would be substantially comprised of the same Constituent Securities or similar contracts or instruments, which is used by a Claymore ETF in relation to the Claymore ETF’s investment objective.

Index Provider – third party providers of Indices, including but not limited to Manulife Asset Management, NGX, Auspice, Security Investors and TSX Inc. with which Claymore has entered into licensing arrangements to use the relevant Indices and certain trademarks in connection with the operation of the applicable Claymore ETFs.

interest rate derivative – a derivative where the underlying asset is the right to pay or receive a (usually notional) amount of money at a given interest rate.

IRC – the Independent Review Committee of a Claymore ETF.

Licence Agreement – the licence agreement between an Index Provider or other licensor and Claymore pursuant to which Claymore is permitted to use an Index in relation to one or more Claymore ETFs.

Management Fee Distribution – as described under “Fees and Expenses – Management Fee Distributions”, an amount equal to the difference between the management fee otherwise chargeable and a reduced fee determined by the Manager from time to time, and that is distributed quarterly in cash to Unitholders who hold large investments in the Claymore ETFs.

Manager – Claymore Investments, Inc., a corporation established under the federal laws of Canada, the trustee and manager of the Claymore ETFs.

Manulife Asset Management – Manulife Asset Management Limited, the investment sub-advisor to FIE.

NAV and NAV per Unit (of a class) – in relation to a particular Claymore ETF, the net asset value of the Claymore ETF and the net asset value per Unit of that class of that Claymore ETF, calculated by the Custodian as described in “Calculation of Net Asset Value”.

NGX – Natural Gas Exchange Inc.

NGX Canadian Natural Gas Index Licence Agreement – an agreement between the Manager, on behalf of the Claymore Natural Gas Commodity ETF and NGX pursuant to which NGX has agreed to license the NGX Canadian Natural Gas Index and certain trademarks to the Manager for use in connection with the Claymore Natural Gas Commodity ETF.

NI 81-102 – National Instrument 81-102 – *Mutual Funds*.

NI 81-104 – National Instrument 81-104 – *Commodity Pools*.

NI 81-107 – National Instrument 81-107 – *Independent Review Committee for Investment Funds*.

Plan Agent – Equity Financial Trust Company, plan agent for the Reinvestment Plan.

Plan Participant and Plan Unit – as defined under “Distribution Policy – Distribution Reinvestment Plan”.

Prescribed Number of Units – in relation to a particular Claymore ETF, the number of Units determined by the Manager from time to time for the purpose of subscription orders, exchanges, redemptions or for other purposes.

Registrar and Transfer Agent – Equity Financial Trust Company.

Reinvestment Plan – the distribution reinvestment plan of each Claymore ETF described under “Distribution Policy – Distribution Reinvestment Plan”.

Sector Market – means a specific commodity, currency, fixed-income or equity sector located anywhere in the world.

Security Investors – Security Investors, LLC, a limited liability company incorporated under the laws of the State of Kansas, U.S.A., the investment sub-advisor to the Index portfolio to which the Claymore Managed Futures ETF has exposure.

securities regulatory authorities – the securities commission or similar regulatory authority in each province and territory of Canada that is responsible for administering the Canadian securities legislation in force in such province or territory.

SIFT Rules – provisions of the Tax Act applicable to “SIFT trusts” and “SIFT partnerships” (as defined therein).

swap – a forward-type financial derivative contract in which two counterparties agree to exchange cash flows determined with reference to prices of, for example, currencies or interest rates, according to predetermined rules. At inception, this instrument typically has zero market value, but as market prices change the swap acquires value.

Termination Date - with respect to FIE no later than September 30, 2015, unless Unitholders determine to continue FIE.

Tax Act – the *Income Tax Act* (Canada), as amended from time to time.

Tax Proposals – all specific proposals to amend the Tax Act and the regulations thereunder that have been publicly announced by the Minister of Finance (Canada) prior to the date hereof.

total return swap – a bilateral financial contract where one party, the total return payer, agrees to make floating payments equal to the total return on a specific asset or index to the other party, the total return receiver. In return, the total return payer receives cash flow amounts generally equal to its total cost of holding the specified asset or index on its balance sheet plus some additional transaction fees. The total return is inclusive of any coupon, interest, dividend and net price appreciation. Usually the total return payer receives floating rate payments based on the London Interbank Offered Rate (LIBOR) plus or minus a basis point spread and a guarantee against any capital losses.

Trading Day – for each Claymore ETF, a day on which: (i) a regular session of the TSX is held; (ii) the primary market or exchange for the majority of the securities held by the Claymore ETF is open for trading; and (iii) the Index Provider calculates and publishes data relating to the Index.

Trust Agreement – the amended and restated trust agreement establishing FIE.

TSX – The Toronto Stock Exchange.

Underwriter – a registered dealer (that may or may not be a Designated Broker) that has entered into an Underwriting Agreement with the Manager, on behalf of one or more Claymore ETFs, pursuant to which the Underwriter may subscribe for Units of that Claymore ETF as described under “Purchases of Units – Issuance of Units”.

Underwriting Agreement – an agreement between the Manager, on behalf of one or more Claymore ETFs, and an Underwriter.

Unit – in relation to a particular Claymore ETF, a redeemable, transferable Common or Advisor Class Unit of a Claymore ETF, which represents an equal, undivided interest in the net assets of that Claymore ETF.

Unitholder – a holder of Units of a Claymore ETF.

Valuation Agent - CIBC Mellon Trust Company.

Valuation Date – each Trading Day and any other day designated by the Manager on which the NAV and NAV per Unit of a Claymore ETF will be calculated. If that Claymore ETF elects to have a December 15 year-end for tax purposes as permitted by the Tax Act, the NAV per Unit will also be calculated on December 15.

Valuation Time – 5:00 p.m. (Toronto time) or such other time the Manager deems appropriate on each Valuation Date.

PROSPECTUS SUMMARY

The following is a summary of the principal features of the Units of the Claymore ETFs and should be read together with the more detailed information and statements contained elsewhere in this prospectus or incorporated by reference in this prospectus.

Issuers:

- Claymore Premium Money Market ETF**
- Claymore Natural Gas Commodity ETF**
- Claymore Broad Commodity ETF**
- Claymore Managed Futures ETF**
- Claymore Canadian Financial Monthly Income ETF**
- Claymore Equal Weight Banc & Lifeco ETF**

(each, a “Claymore ETF” and collectively the “Claymore ETFs”).

Each Claymore ETF is an exchange-traded mutual fund established as a trust under the laws of the Province of Ontario or Alberta. Claymore Investments, Inc. (“Claymore” or the “Manager”) is the manager and investment advisor of the Claymore ETFs.

Offerings:

Each Claymore ETF (other than the Claymore Natural Gas Commodity ETF) is offering two classes of units called Common units (the “Common Units”) and Advisor Class units (the “Advisor Class Units”). The Claymore Natural Gas Commodity ETF is offering only Common Units. The Common Units and Advisor Class Units are collectively referred to as the “Units”.

The only difference between Common Units and Advisor Class Units is the service fee component of the management fees payable by a Claymore ETF in respect of the Units of each class (as described under “Fees and Expenses”). Accordingly, the net asset value (“NAV”) per Unit of each class will not be the same as a result of the different fees allocable to each class of Units.

Continuous Distribution:

Units of the Claymore ETFs are being issued and sold on a continuous basis and there is no maximum number of Units that may be issued.

The Units, other than those of the Conditionally-Approved Claymore ETF, are listed on the TSX and offered on a continuous basis. Investors may buy or sell Units on the TSX through registered brokers and dealers in the province or territory where the investor resides. Accordingly, investors may trade Units in the same way as other securities listed on the TSX, including by using market orders and limit orders. Investors may incur customary brokerage commissions in buying or selling Units.

The Claymore ETFs issue, or will issue, Units directly to Designated Brokers and Underwriters. The initial issuance of Units of the Conditionally-Approved Claymore ETF will not occur until they each receive, in aggregate, subscriptions sufficient to satisfy the TSX’s original listing requirements. Investors may buy and sell Units of the Claymore ETFs, other than the Conditionally-Approved Claymore ETF, on the TSX through registered brokers and dealers in the province or territory where the investor resides. Investors may incur customary brokerage commissions in buying or selling Units.

The TSX has conditionally approved the listing of the Units of the Conditionally-Approved Claymore ETF subject to the Conditionally-Approved Claymore ETF fulfilling all of the requirements of the TSX on or before December 4, 2011. Subject to the TSX’s original listing requirements, the Manager expects that the first issuance of the Units of the Conditionally-Approved Claymore ETF will occur in 2011.

From time to time as may be agreed between a Claymore ETF and the Designated Brokers and Underwriters, the Designated Brokers and Underwriters may agree to accept Constituent Securities as payment for Units from prospective purchasers.

See “Purchases of Units – Issuance of Units” and “Purchases of Units – Buying and Selling Units”.

Investment Objective:

Each Claymore ETF (other than the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF) has been designed to replicate, to the extent possible, the performance of the applicable Index, net of expenses. The Claymore Natural Gas Commodity ETF has been designed to replicate, to the extent possible, the performance of the NGX Canadian Natural Gas Index, net of expenses. The Claymore Broad Commodity ETF has been designed to replicate, to the extent possible, the performance of the Auspice Broad Commodity Total Return Index, net of expenses. The Claymore Managed Futures ETF has been designed to replicate, to the extent possible, the performance of the Guggenheim Managed Futures Index, net of expenses.

Claymore Premium Money Market ETF seeks to maximize current income to the extent consistent with the preservation of capital and liquidity.

Claymore Canadian Financial Monthly Income ETF’s (“FIE”) investment objectives are to maximize total return to holders of FIE Units, consisting of distributions and capital appreciation, and to provide investors with a stream of monthly cash distributions of \$0.05 per FIE Unit (\$0.60 per annum). Currently, FIE is paying monthly cash distributions of \$0.04 per Advisor Class Unit (\$0.48 per annum) and \$0.04 per Common Unit (\$0.48 per annum). FIE’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, FIE’s investment activities are subject to certain investment restrictions as follows: FIE 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. FIE may borrow or use other forms of leverage in an aggregate amount of up to 15% of its net asset value to purchase additional securities for the FIE portfolio.

Claymore Equal Weight Banc & Lifeco ETF’s (“CEW”) investment objective is to provide investors with a diversified equal weighted investment in a portfolio of Canadian banks and life insurance companies. The passive equal weighting approach is intended to reduce the risks to investors of increasing exposure to any single investment. Cash distributions on CEW Advisor Class Units and on CEW Common Units are expected to be made monthly and will be derived from dividends received by CEW on the CEW Portfolio. Such distributions may also include capital gains and returns of capital. CEW will endeavour to provide holders of CEW Common Units and CEW Advisor Class Units with monthly cash distributions targeted to be \$0.04167 (or \$0.50 per annum). Currently, CEW is paying monthly cash distributions of \$0.021 per CEW Common Unit (\$0.252 per annum) and \$0.0325 per CEW Advisor Class Unit (\$0.39 per annum). CEW Unitholders will also participate in any potential appreciation from the CEW Portfolio.

See “Investment Objectives” and “Investment Strategies”.

Investment Strategy:

The investment strategy of each Claymore ETF (other than the Claymore Premium Money Market ETF, FIE and CEW) is to track the applicable Index by buying and holding the Constituent Securities of the applicable Index in substantially the same proportion as they are reflected in that Index or to invest in a manner that substantially causes the Claymore ETF to replicate the performance of that Index. The Manager may hedge currency risk associated with an investment in a security acquired in lieu of a Constituent Security that is denominated in a different currency.

Use of Sampling

With respect to any Claymore ETF (other than the Claymore Premium Money Market ETF, FIE, CEW and Claymore Natural Gas Commodity ETF), the Manager may use a sampling methodology in selecting its investments. Sampling means that the Manager will use quantitative analysis to select securities to obtain a representative sample of securities that resemble the Index in terms of key risk factors, performance attributes, industry weightings, market capitalization and other appropriate financial characteristics. The quantity of securities selected using such sampling methodology will be based on a number of factors including the asset size of the Claymore ETF.

A Claymore ETF may invest in and hold ADRs, ADSs, GDRs and IDRs which represent a Constituent Security included in an Index.

Investments in other Claymore ETFs or other Investment Funds

In accordance with applicable securities legislation, including National Instrument 81-102, a Claymore ETF may invest in one or more other Claymore ETFs or certain other investment funds (collectively, “Other Funds”) that provide exposure to the Constituent Securities of the applicable Index, provided that there shall be no duplication of management fees chargeable in connection with Constituent Securities held indirectly by a Claymore ETF through investments in Other Funds. In such circumstances, the Claymore ETF may charge up to an additional 0.05% if necessary to hedge any currency exposure.

Use of Derivative Instruments

The Claymore ETFs may invest in or use derivative instruments, provided that the use of such derivative instruments is in compliance with NI 81-102 and is consistent with the investment objective and investment strategy of the respective Claymore ETFs.

In order to achieve their investment objective, the Claymore ETFs may, as an alternative to or in conjunction with sampling or investing in the Constituent Securities, use derivative instruments to obtain exposure to the performance of the applicable Index, provided that the use of such derivative instruments is in compliance with NI 81-102.

Forward-using Claymore ETFs

Initially, in order to obtain exposure to the performance of the applicable Index or reference portfolio, the Claymore Broad Commodity ETF and Claymore Managed Futures ETF (the “Forward-using Claymore ETFs”) will invest the net proceeds of their continuous offerings in a portfolio of common shares of Canadian public companies listed on the TSX that qualify as “Canadian securities” for purposes of the Tax Act (the “Canadian Share Portfolio”). Each Forward-using Claymore ETF will enter into one or more forward purchase and sale agreements (collectively, the “Forward”) with a Canadian chartered bank or an affiliate thereof (the “Counterparty”) pursuant to which the Forward-using Claymore ETF will agree to sell securities in the

Canadian Share Portfolio to the Counterparty from time to time in exchange for a purchase price determined by reference to the Canadian dollar value (the “Forward Amount”) of the performance of the applicable Index or of a fund that invests in or obtains exposure to the applicable Index or the Constituent Securities thereof or reference portfolio. However, neither the Forward-using Claymore ETF nor its Unitholders by virtue of their investment in Units will have any ownership interest in the applicable Index, securities or any other financial instrument, if any, the Counterparty chooses to hedge its exposure under the Forward.

Under the terms of the Forward, the Counterparty and the Forward-using Claymore ETF will agree that their settlement obligations under the Forward with respect to the Canadian Share Portfolio securities will be discharged by physical delivery of the Canadian Share Portfolio securities by the Forward-using Claymore ETF to the Counterparty against cash payment or, at the election of the Forward-using Claymore ETF, by the making of cash payments between the parties. The amount payable by the Counterparty for physical delivery of the Canadian Share Portfolio may be more or less than the original subscription price of the Units of the Forward-using Claymore ETF. Concurrent with entering into the Forward, the Canadian Share Portfolio securities or other acceptable securities will be pledged to and may be held by the Counterparty as security for the obligations of the Forward-using Claymore ETF under the Forward.

A Forward-using Claymore ETF will be entitled to pre-settle the Forward in whole or in part from time to time as needed to fund Unit redemptions, pay expenses and for such other purposes as it may determine by tendering to the Counterparty securities of the Canadian Share Portfolio or, at the election of the Forward-using Claymore ETF, in cash. The Counterparty will also be entitled to terminate the Forward upon the occurrence of certain specified events of default or termination events.

Currency Hedging

The Claymore Broad Commodity ETF and the Claymore Managed Futures ETF will enter into Forwards that will have the effect of hedging their economic exposure to foreign currency denominated assets with financial institutions that have an “approved credit rating” as defined in NI 81-102. Hedging currency exposure to reduce the impact of fluctuations in exchange rates on the currency hedged Claymore ETFs is intended to reduce exposure to foreign currency risk for Unitholders.

Claymore Premium Money Market ETF

The investment strategy of the Claymore Premium Money Market ETF’s is to invest 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 the 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).

Claymore Canadian Financial Monthly Income ETF

The FIE Portfolio is comprised primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. The Manager 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. Up to 25% of the assets of the FIE Portfolio may be invested in

securities of other Canadian issuers. The composition of the FIE Portfolio will vary over time depending on Manulife Asset Management’s assessment of overall market conditions and outlook.

Claymore Equal Weight Banc & Lifeco ETF

The Claymore Equal Weight Banc & Lifeco ETF Portfolio consists of common shares issued by Canadian banks and life insurance companies. Constituent Issuers are selected for inclusion in the CEW Portfolio 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.

See “Investment Strategies”.

FIE Loan Facility:

FIE has entered into a loan facility (the “FIE Loan Facility”) with a Canadian financial institution. FIE may borrow an amount not exceeding 15% of its NAV, which may be used by FIE to purchase additional securities for the FIE Portfolio and for working capital purposes.

See “Investment Strategies”.

The Indices:

The following chart sets out the applicable Indices and Index Providers for each of the Claymore ETFs (other than the Claymore Premium Money Market ETF, FIE and CEW):

Claymore ETF	Index	Index Provider
Claymore Natural Gas Commodity ETF	NGX Canadian Natural Gas Index	NGX
Claymore Broad Commodity ETF	Auspice Broad Commodity Total Return Index	Auspice
Claymore Managed Futures ETF	Guggenheim Managed Futures Index	Security Investors, LLC

NGX Canadian Natural Gas Index

The NGX Canadian Natural Gas Index tracks the forward purchase value of the AECO physical one month forward price of natural gas, in Canadian dollars. In order to track the Index while maintaining an orderly transition from the prompt contract to the deferred contract, these contracts are “rolled” during an eight day period known as the “roll period” that begins on the thirteenth business day prior to the start of the delivery month. In order to ensure adequate liquidity during the roll period, the NGX uses a modified calendar which generally excludes both U.S. and Canadian holidays as eligible roll days.

See “Investment Objectives – The Indices – NGX Canadian Natural Gas Index”.

Auspice Broad Commodity Total Return Index

The Auspice Broad Commodity Total Return Index is an index that seeks to benefit from upward trends in the broad commodity futures markets while at the same time minimizing downside risk during downtrends. The Index will use a quantitative

methodology to track the prices of a diversified portfolio of traditional commodity futures contracts or “components” which will cover the energies, metals, and agricultural commodities sectors. Initially, each component shall receive an equal allocation of the total portfolio risk.

The Index components will be rebalanced monthly if their current risk exceeds a predetermined threshold level. As the contracts comprising the Index approach expiration, the closest expiring contracts are replaced with contracts with longer dated maturities during the roll period. The Index rolling mechanism is based on the following principles: (i) ensuring that the contracts that are rolled (out of and into) have adequate liquidity; (ii) minimizing the number of rolls to reduce transaction costs and slippage; and (iii) minimizing the negative impact, and maximizing the positive impact of contango and backwardation.

The components comprising the Index may change at the discretion of the Index Provider. Components may be added or removed from the Index based on changes to the futures contracts, their liquidity and their suitability to achieving the Index goals.

See “Investment Objectives – The Indices – Auspice Broad Commodity Total Return Index”.

Guggenheim Managed Futures Index

The Guggenheim Managed Futures Index employs a systematic model that seeks to profit from price trends across four broad futures asset classes (commodities, fixed income, equities and currencies) available through North American futures markets.

The Index will track global listed commodity, currency, equity and fixed income futures. In particular:

- *Commodity Futures* – the Index will be restricted to those that currently are and/or have been constituents of the S&P GS Commodity Index;
- *Currency Futures* – the Index will be restricted to currencies within the “G-10” nations considered relative to the U.S. Dollar, including the Australian Dollar, British Pound, Canadian Dollar, Euro, Japanese Yen, New Zealand Dollar, Norwegian Krone, Swedish Krona and Swiss Franc; and
- *Equity and Fixed Income Futures* – all listed equity and fixed income futures will be eligible for inclusion in the Index.

For each component, the Index model assumes there are three states of market behavior or trends: equilibrium, trending up, and trending down. During equilibrium, the Index will have no position in the component. During an uptrend, the Index will be long the component and during a downtrend, the Index will be short the component. Trends will be evaluated over multiple timeframes ranging from short duration (weeks) to long duration (multiple months).

The Index contains maximum pre-set margin and/or leverage limits. The positions are weighted so that each component has equal risk in the portfolio (i.e. fixed risk weighting). The components of the Index are reviewed each November and the Index is updated daily and rebalanced quarterly.

See “Investment Objectives – The Indices –Guggenheim Managed Futures Index”.

**Special Considerations
for Purchasers:**

The provisions of the so-called “early warning” requirements set out in Canadian securities legislation do not apply in connection with the acquisition of Units. In addition, the Claymore ETFs have obtained exemptive relief from the securities regulatory authorities to permit Unitholders to acquire more than 20% of the Units of any Claymore ETF through purchases on the TSX without regard to the takeover bid requirements of applicable Canadian securities legislation, provided that any such Unitholder, and any person acting jointly or in concert with the Unitholder, undertakes to Claymore not to vote more than 20% of the Units of the Claymore ETFs at any meeting of Unitholders.

Market participants are permitted to sell Units of any Claymore ETF short and at any price without regard to the restrictions of the Universal Market Integrity Rules that generally prohibit selling securities short on the TSX unless the price is at or above the last sale price.

The Tax Act contains “mark-to-market” rules applicable to taxpayers that are financial institutions within the meaning of such rules. The “mark-to-market” rules apply to property that falls within the meaning of “tracking property”, as defined. The Units may be considered to be “tracking property” and thus “mark-to-market properties” for purposes of the “mark-to-market” rules in the Tax Act. Financial institutions that are subject to the “mark-to-market” rules should consult their own tax advisors about the consequences of purchasing and holding Units.

See “Purchases of Units – Special Considerations for Unitholders”.

**Exchanges and
Redemptions:**

Unitholders may redeem Units in any number for cash subject to a redemption discount, or may exchange a Prescribed Number of Units (or integral multiple thereof) for Baskets of Securities and cash. See “Redemption and Exchange of Units”.

Distributions:

Cash distributions on Units of the Claymore ETFs are expected to be made at least quarterly (if the Claymore ETF has a target distribution policy). Depending on the underlying investments of a Claymore ETF, distributions on Units may consist of ordinary income sourced from dividends or distributions received by the Claymore ETF, but may also include net realized capital gains and returns of capital, in any case, less the expenses of the Claymore ETF. As a result of the higher management fees on the Advisor Class Units, any such cash distributions on the Advisor Class Units are generally expected to be less than the distributions payable on the Common Units. To the extent that the expenses of a Claymore ETF exceed the income generated by such

Claymore ETF in any given quarter, no quarterly distribution will be paid.

On an annual basis, the Claymore ETFs will ensure that the net income and net realized capital gains of the Claymore ETFs have been distributed to Unitholders to such an extent that the Claymore ETFs will not be liable for ordinary income tax thereon. To the extent that a Claymore ETF has not distributed the full amount of its net income or capital gains in any year, the difference between such amount and the amount actually distributed by the Claymore ETF will be paid as a “reinvested distribution”. Reinvested distributions, net of any required withholding tax, will be reinvested automatically in additional Units at a price equal to the NAV per Unit of the Claymore ETFs and the Units will be immediately consolidated such that the number of outstanding Units following the distribution will equal the number of Units outstanding prior to the distribution.

The Manager may determine in the future and upon notice to Unitholders of a Claymore ETF that quarterly distributions shall be automatically reinvested in additional Units of the same class of such Claymore ETF. If the Manager determines to implement the automatic reinvestment of quarterly distributions, Unitholders may give notice that they wish to continue to receive their quarterly distributions in cash.

See “Distribution Policy”.

**Distribution
Reinvestment:**

At any time, a Unitholder may elect to participate in the Claymore ETFs distribution reinvestment plan (the “Reinvestment Plan”) by contacting the CDS Participant through which the Unitholder holds its Units. Under the Reinvestment Plan, cash distributions will be used to acquire additional Units of the same class in the market and will be credited to the account of the Unitholder through CDS.

See “Distributions Policy – Distribution Reinvestment Plan” below for further details in this regard and for additional information relating to other aspects of the Reinvestment Plan including the pre-authorized cash contribution and systematic withdrawal provisions available to Unitholders.

Termination:

The Claymore ETFs (other than FIE) do not have a fixed termination date but may be terminated by the Manager upon not less than 60 days’ written notice to Unitholders. See “Termination of the Claymore ETFs”.

FIE will terminate on September 30, 2015 (the “Termination Date”), whereupon any non cash assets of FIE will be liquidated, and the net assets of FIE will be distributed to Unitholders unless Unitholders determine to continue FIE by a majority of the votes cast at a meeting of its Unitholders called for such purpose. See “Termination of the Claymore ETFs - Claymore Canadian Financial Monthly Income ETF”.

In the event that an Index Provider ceases to calculate the Index or the applicable Licence Agreement is terminated, the Manager may terminate a Claymore ETF on 60 days’ notice, change the investment objective of that Claymore ETF or seek to replicate an alternative index (subject to Unitholder approval if required in accordance with the Declaration of Trust or the Trust Agreement in the case of FIE), or make such other arrangements as the Manager considers appropriate and in the best interests of Unitholders in the circumstances. See “Investment Objectives – The Indices – Termination of the Indices”.

Risk Factors:

There are certain general risk factors inherent to an investment in the Claymore ETFs, including:

- (i) risk of error in replicating the applicable Index;

- (ii) tracking error;
- (iii) potential difficulties in the calculation of the applicable Index and the possible termination of the calculation of the applicable Index or the applicable Licence Agreement;
- (iv) the possibility that Constituent Securities of the applicable Index may be cease traded;
- (v) fluctuations in the NAV and NAV per Unit of the Claymore ETFs;
- (vi) risks associated with the use of derivative transactions;
- (vii) counterparty risks associated with securities lending;
- (viii) the Units may trade in the market at a premium or a discount to the NAV per Unit and there can be no guarantee that Units will trade at prices that reflect their net asset value;
- (ix) potential conflicts of interest;
- (x) changes in legislation, including tax legislation;
- (xi) changes in the taxation of the Claymore ETFs;
- (xii) the possibility that the Claymore ETFs will be unable to acquire or dispose of illiquid securities;
- (xiii) tax risk, including the potential application of the SIFT Rules to issuers of Constituent Securities or to a Claymore ETF;
- (xiv) the current absence of a public trading market for the Units of the conditionally approved Claymore ETF and the lack of operating history of the conditionally approved Claymore ETF;
- (xv) reliance on the Manager;
- (xvi) index investment strategy risk;
- (xvii) changes in dividend policy;
- (xviii) foreign investment risk;
- (xix) foreign markets risk;
- (xx) concentration risk; and
- (xxi) exchange rate risk;

See “Risk Factors – General Risks Relating to an Investment in the Claymore ETFs”.

There are certain additional specific risk factors inherent to an investment in the Claymore Commodity ETFs, including:

- (i) commodity risk;
- (ii) spot versus futures risk;
- (iii) reliance on investment advisors or sub-advisors;
- (iv) commodity market regulatory risk;
- (v) risk associated with the use of leverage in trading derivatives;
- (vi) leverage risk;
- (vii) exchange traded products risk; and
- (viii) price limit risk.

See “Risk Factors – Additional Risks Relating to an Investment in the Claymore Commodity ETFs”.

There are certain additional specific risk factors inherent to an investment in the Claymore Natural Gas Commodity ETF, including:

- (i) tracking risk;

- (ii) future prices of natural gas investments may differ relative to their current prices and may result in a reduced amount payable at maturity or upon redemption;
- (iii) risks associated with the purchase and sale of hedging instruments;
- (iv) counterparty credit risk;
- (v) risk of force majeure;
- (vi) risks relating to natural gas investments;
- (vii) no targeted distributions or return; and
- (viii) risks associated with the use of the Units as a hedge.

See “Risk Factors – Additional Risks Relating to an Investment in the Claymore Natural Gas Commodity ETF”.

There are certain additional specific risk factors inherent to an investment in the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF, including:

- (i) Forward counterparty credit risk.

See “Risk Factors – Additional Risks Relating to an Investment in the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF”.

There are certain additional specific risk factors inherent to an investment in the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and the Claymore Equal Weight Banc & Lifeco ETF, including:

- (i) fixed income risk; and
- (ii) sensitivity to interest rates.

See “Risk Factors – Additional Risks Relating to an Investment in the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and the Claymore Equal Weight Banc & Lifeco ETF”.

There are certain additional specific risk factors inherent to an investment in the Claymore Canadian Financial Monthly Income ETF, including:

- (i) leverage risk;
- (ii) risks relating to investments in income trusts; and
- (iii) reliance on Manulife Asset Management.

See “Risk Factors – Additional Risks Relating to an Investment in the Claymore Canadian Financial Monthly Income ETF”.

**Income Tax
Considerations:**

This summary of Canadian tax considerations for the Claymore ETFs and for Canadian resident Unitholders is subject in its entirety to the qualifications, limitations and assumptions set out in “Income Tax Considerations”.

A Unitholder who is an individual (other than a trust) resident in Canada and who holds units as capital property (all within the meaning of the Tax Act) will generally be required to include in the Unitholder’s income for tax purposes for any year the amount of net income and net taxable capital gains of the Claymore ETF paid or payable to the Unitholder in the year and deducted by the Claymore ETF in computing its income. Any non-taxable distributions from a Claymore ETF (other than the non-taxable portion of any net realized capital gains of a Claymore ETF) paid or payable to a Unitholder in a taxation year will reduce the adjusted cost base of the Unitholder’s Units of that Claymore ETF. To the extent that a Unitholder’s adjusted cost base would otherwise be a negative amount, the negative amount will be deemed to be a

capital gain realized by the Unitholder and the adjusted cost base of the Unit to the Unitholder will be increased by the amount of such capital gain. Any loss of the Claymore ETF cannot be allocated to, and cannot be treated as a loss of, the Unitholders of the Claymore ETF. Upon the actual or deemed disposition of a Unit, including the exchange or redemption of a Unit, a capital gain (or a capital loss) will generally be realized by the Unitholder to the extent that the proceeds of disposition of the Unit exceed (or are less than) the aggregate of the adjusted cost base to the Unitholder of the Unit and any reasonable costs of disposition.

The Declaration of Trust governing each of the Claymore ETFs (other than FIE), and the Trust Agreement governing FIE, require that the Claymore ETF distribute its net income and net realized capital gains, if any, for each taxation year to Unitholders to such an extent that the Claymore ETF will not be liable in any taxation year for ordinary income tax.

In the opinion of counsel, provided that a Claymore ETF qualifies as a mutual fund trust within the meaning of the *Income Tax Act* (Canada) (the “Tax Act”), or the Units of the Claymore ETFs are listed on a “designated stock exchange” within the meaning of the Tax Act (which currently includes the TSX), such Units will be qualified investments for trusts governed by registered retirement savings plans, registered retirement income funds, deferred profit sharing plans, registered disability savings plans, registered education savings plans and tax-free savings accounts. Holders of tax-free savings accounts (and pursuant to changes to the Tax Act proposed in Bill C-13, which received Second Reading in the Senate on November 24, 2011, annuitants of registered retirement savings plans and registered retirement income funds) should consult their own tax advisors to ensure Units of a Claymore ETF would not be a “prohibited investment” (as defined in the Tax Act) in their particular circumstances. See “Income Tax Considerations – Status of the Claymore ETFs”.

Each investor should satisfy himself or herself as to the tax consequences of an investment in Units by obtaining advice from his or her own tax advisor. See “Income Tax Considerations”.

Organization and Management Details of the Claymore ETFs

Manager:

Claymore Investments, Inc. (“Claymore” or the “Manager”), a registered portfolio manager, exempt market dealer and investment fund manager, is the manager and trustee of the Claymore ETFs, and is responsible for the administration of the Claymore ETFs. Claymore, which, as of September 30, 2011 had \$6.7 billion in assets under management, is a wholly-owned subsidiary of Guggenheim Funds Services Group, Inc. (formerly Claymore Group Inc.), a financial services and asset management company based in the Chicago, Illinois area and is an indirect subsidiary of Guggenheim Partners, LLC (“Guggenheim”) a global, diversified financial services firm which has in excess of U.S.\$100 billion in assets under supervision. Guggenheim, through its affiliates, provides investment management, investment advisory, insurance, investment banking, and capital markets services. Claymore, in addition to acting as Manager for the Claymore ETFs, is also the investment advisor to all of the Claymore ETFs. See “Organization and Management Details – Trustee and Manager”.

Investment Advisors:

Auspice Capital Advisors Ltd. (“Auspice”) acts as the investment sub-advisor (i) to the Claymore Natural Gas Commodity ETF and (ii) in respect of the Index portfolio to which the Claymore Broad Commodity ETF has exposure. Auspice is a registered Portfolio Manager and Commodity Trading Manager and is registered as a Commodity Trading Advisor with the National Futures Association. Auspice’s core expertise is the design and execution of systematic trading strategies, and managing commodity

risk. See “Organization and Management Details – Auspice”.

Security Investors, LLC (“Security Investors”) acts as Index provider and as an investment advisor in respect of the Index portfolio to which Claymore Managed Futures ETF has exposure. Security Investors is registered with the U.S. Securities and Exchange Commission as an investment adviser and has obtained an exemption from the adviser registration requirement of the *Commodity Futures Act* (Ontario). Security Investors, LLC has over 25 years experience with trend following implementations and/or developing systematic investments. See “Organization and Management Details – Security Investors”.

Manulife Asset Management Limited (the “Investment Sub-Advisor” or “Manulife Asset Management”), a division of Manulife Asset Management Limited, provides portfolio management services to FIE. Manulife Asset Management, a leading global investment manager, provides portfolio management services to institutional clients and investment funds and, as of September 30, 2011, had over \$206.8 billion in assets under management together with its affiliates. See “Organization and Management Details of the Claymore ETFs – Manulife Asset Management”.

Trustee: Claymore acts as the trustee of the Claymore ETFs pursuant to the Declaration of Trust or Trust Agreement applicable to each Claymore ETF. See “Organization and Management Details of the Claymore ETFs – Trustee and Manager”.

Custodian: CIBC Mellon Trust Company is the Custodian of the assets of the Claymore ETFs. The Custodian is responsible for certain aspects of the day-to-day administration of the Claymore ETFs, including calculating NAV, net income and net realized capital gains of the Claymore ETFs and maintaining the books and records of the Claymore ETFs. The Custodian is entitled to receive fees from the Claymore ETFs as described under “Fees and Expenses” and to be reimbursed for all expenses and liabilities which are properly incurred by the Custodian in connection with the activities of the Claymore ETFs. The address of the Custodian of the Claymore ETFs (other than the Claymore Commodity ETFs) is 320 Bay Street, Toronto, Ontario, M5H 4A6 and the address of the Custodian of the Claymore Commodity ETFs is 333-7th Avenue S.W., 6th Floor, Calgary, Alberta T2P 2Z1. See “Organization and Management Details of the Claymore ETFs – Custodian”.

Auditor: Ernst & Young LLP, at its principal offices in Toronto is the auditor of the Claymore ETFs. See “Organization and Management Details – Auditor”.

Transfer Agent and Registrar: Equity Financial Trust Company at its office in Toronto, Ontario, is the registrar and transfer agent for the Units of the Claymore ETFs. The register of the Claymore ETFs is kept in Toronto. See “Organization and Management Details of the Claymore ETFs – Transfer Agent and Registrar”.

Promoter: Claymore has taken the initiative in founding and organizing the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF and, accordingly, may be considered to be the promoter within the meaning of securities legislation of certain provinces and territories of Canada of such ETFs. See “Organization and Management Details of the Claymore ETFs – Promoter”.

SUMMARY OF FEES AND EXPENSES

This table lists the fees and expenses that Unitholders may have to pay in connection with their investment in the Claymore ETFs. Unitholders may have to pay some of these fees and expenses directly. The Claymore ETFs may have to pay some of these fees and expenses, which will therefore reduce the value of a Unitholder's investment in a Claymore ETF. For further particulars see “Fees and Expenses”.

Fees and Expenses Payable by the Claymore ETFs

Management Fee:

Each Claymore ETF will pay the Manager a monthly management fee and, in respect of the Advisor Class Units, an additional amount, as set forth in the table below, based on the daily average NAV of each class, plus any applicable taxes. The monthly management fee and the additional amount will be calculated and accrued daily and paid monthly in arrears.

Claymore ETFs	Annual Management Fee	Additional amount applicable to Advisor Class Units
Claymore Premium Money Market ETF	0.25% of NAV of the Claymore ETF	0.25% of NAV of Advisor Class Units (total: 0.50%)
Claymore Natural Gas Commodity ETF	0.80% of NAV of the Claymore ETF	N/A
Claymore Broad Commodity ETF	0.80% of NAV of the Claymore ETF	0.75% of NAV of Advisor Class Units (total: 1.55%)
Claymore Managed Futures ETF	0.95% of NAV of the Claymore ETF	0.75% of NAV of Advisor Class Units (total: 1.70%)
Claymore Canadian Financial Monthly Income ETF	0.65% of NAV of the Claymore ETF	0.75% of NAV per Advisor Class Unit (total: 1.40%)
Claymore Equal Weight Banc & Lifeco ETF	0.55% of NAV of the Claymore ETF	0.75% of NAV per Advisor Class Unit (total: 1.30%)

Fees and Expenses Payable by the Manager

Advisor Class Units Service Fee:

The Manager pays to registered dealers a service fee equal to 0.25% per annum of the NAV per Advisor Class Unit in respect of the Claymore Premium Money Market ETF and 0.75% per annum of the NAV per Advisor Class Unit in respect of the Claymore Broad Commodity ETF, the Claymore Managed Futures ETF, the Claymore Canadian Financial Monthly Income ETF and the Claymore Equal Weight Banc & Lifeco ETF for each Advisor Class Unit held by clients of the registered dealer, plus any applicable taxes.

The service fee will be calculated and accrued daily and paid quarterly.

Other Fees and Expenses:

The Manager is responsible for all costs and expenses of the Claymore ETFs except the management fee, any expenses related to the on-going operation of an independent review committee under NI 81-107, brokerage expenses and commissions, income taxes, withholding taxes, any applicable goods and services or other sales taxes and transaction costs incurred by the Custodian and extraordinary expenses and, with respect to Claymore Commodity ETFs, the licensing fees relating to the applicable Index and all expenses relating to investing in and trading forward and other derivative contracts including any forward or other fees payable thereunder. FIE will pay for all ordinary expenses incurred in connection with its operations and administration. FIE will also be responsible for any extraordinary expenses which it might incur from time to time. The costs and expenses for which the Manager is responsible include the

Advisor Class service fee (described above), 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 under “Organization and Management Details of the Claymore ETFs – Duties and Services to be Provided by the Trustee and Manager”.

In accordance with applicable securities legislation, including National Instrument 81-102, a Claymore ETF may invest in one or more other Claymore or Claymore Group ETFs or certain other investment funds (collectively, “Other Funds”) that provide exposure to the Constituent Securities of the applicable Index, provided that there shall be no duplication of management fees chargeable in connection with Constituent Securities held indirectly by a Claymore ETF through investments in Other Funds. In such circumstances, the Claymore ETF may charge up to an additional 0.05% if necessary to hedge any currency exposure.

The Claymore Broad Commodity ETF and Claymore Managed Futures ETF will pay to the Counterparty an amount under a Forward, calculated daily and payable quarterly in arrears, of up to 0.45% per annum of the Forward Amount plus an amount in respect of hedging costs in connection with the Canadian Share Portfolio.

The Claymore ETFs pay the fees and expenses of their IRC. Expenses of the IRC include premiums for insurance coverage, legal fees, travel expenses and reasonable out-of-pocket expenses. The compensation for the members of the IRC is currently set at a maximum retainer of \$80,000 per annum for each member of the IRC to serve on the IRC of all Claymore ETFs and other exchange-traded and closed-end investment funds managed by Claymore. Compensation paid to the Chairman of the IRC is the same as that paid to the other IRC members. The Claymore ETFs do not pay the IRC any meeting fees.

Each Claymore ETF will be equitably allocated a *pro-rata* portion of the aggregate amount owed to the IRC based on the value of the average assets under management of the Claymore ETF and each other exchange-traded and closed end fund managed by Claymore, calculated on a quarterly basis.

Management Fee Distributions:

The Manager may agree to charge a reduced fee as compared to the fee it would otherwise be entitled to receive from the Claymore ETFs with respect to large investments in the Claymore ETFs by Unitholders. In such cases, an amount equal to the difference between the fee otherwise chargeable and the reduced fee will be distributed to the applicable Unitholders as Management Fee Distributions.

See “Fees and Expenses”.

Fees and Expenses Payable Directly by a Unitholder

Redemption and Exchange Fee:

The Manager may charge to Unitholders, at its discretion, an administrative fee of up to 0.05% of the proceeds from an exchange or redemption of Units to offset certain transaction costs associated with the exchange or redemption of Units of a Claymore ETF.

See “Fees and Expenses”.

Harmonized Sales Tax:

Effective July 1, 2010, the provinces of Ontario and British Columbia joined New Brunswick, Nova Scotia and Newfoundland and Labrador as “participating provinces” in the federally-imposed “harmonized sales tax” (“HST”). The HST rate for each participating province is a combined rate consisting of the federal component (equal to the GST rate in non-participating provinces, which is currently 5%) and a provincial

component that varies by participating province. In conjunction with the expansion of the HST on July 1, 2010, the federal government released new draft rules for calculating the amount of HST to be paid by investment funds such as the Claymore ETFs. Such draft rules would generally require each Claymore ETF to undertake a separate calculation for each class of its Units using a tax rate determined by reference to the relevant rate for each province, and the portion of the value of Units of such class attributable to unitholders resident in the province. Accordingly, based on current rates, the HST to be paid by each Claymore ETF will be a “blended rate” of 5% in the non-participating provinces, 12% in British Columbia, 15% in Nova Scotia and 13% in the other participating provinces, depending on the residency of the unitholders in the classes of Units of the Claymore ETF. The Government of British Columbia recently announced that British Columbia will cease to be an HST participating province as of April 1, 2013. As well, pursuant to a recent harmonization agreement entered into between the government of Québec and the federal government, it is expected that, effective January 1, 2013, Québec will be treated like an HST participating province and the existing Québec sales tax rules (including those applicable to investment funds) will be amended, generally to parallel the HST rules.

ANNUAL RETURNS AND MANAGEMENT EXPENSE RATIO

The indicated rates of return below are historical total returns. These returns assume the reinvestment of distributions which increases returns, but do not take into account customary brokerage commissions for buying or selling Units on the TSX, administrative fees or income taxes payable by any Unitholder that would have reduced the returns. Where a Claymore ETF was in distribution for less than a full financial year, the management expense ratio indicated has been annualized.

Claymore Premium Money Market ETF

Common Units	2010	2009	2008⁽³⁾
Annual returns at market price ⁽¹⁾	0.44%	0.39%	2.41%
Annual returns at NAV	0.40%	0.37%	2.42%
Management expense ratio ⁽²⁾	0.22%	0.19%	0.30%
Advisor Class Units	2010	2009	2008⁽³⁾
Annual returns at market price ⁽¹⁾	0.20%	0.11%	2.30%
Annual returns at NAV	0.25%	0.20%	2.21%
Management expense ratio ⁽²⁾	0.37%	0.36%	0.54%

Claymore Natural Gas Commodity ETF

Common Units	2010	2009	2008⁽⁴⁾
Annual returns at market price ⁽¹⁾	-49.82%	-62.15%	-27.60%
Annual returns at NAV	-49.75%	-61.33%	-29.18%
Management expense ratio ⁽²⁾	0.88%	0.95%	1.34%

Claymore Canadian Financial Monthly Income ETF

Advisor Class Units	2010	2009	2008	2007	2006
Annual returns at market price ⁽¹⁾	8.34%	28.31%	-34.60 %	-2.32%	12.39%
Annual returns at NAV	7.62%	29.97%	-34.83 %	-5.52%	12.43%
Management expense ratio ⁽²⁾	1.68%	1.48%	1.82 %	1.78%	1.65%

Claymore Equal Weight Banc & Lifeco ETF

Common Units	2010	2009	2008⁽⁴⁾
Annual returns at market price ⁽¹⁾	9.76%	46.81%	-33.62%
Annual returns at NAV	10.03%	46.42%	-32.94%
Management expense ratio ⁽²⁾	0.59%	0.59%	0.60%

Advisor Class Units	2010	2009	2008	2007⁽⁵⁾
Annual returns at market price ⁽¹⁾	8.50%	45.26%	-33.08%	18.29%
Annual returns at NAV	9.18%	45.25%	-37.29 %	-6.76%
Management expense ratio ⁽²⁾	1.35%	1.33%	1.42 %	0.91%

(1) Bloomberg.

(2) Management expense ratio excluding interest expense is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(3) Returns for the period February 29, 2008 through December 31, 2008.

(4) Returns for the period February 6, 2008 through December 31, 2008.

(5) Returns for the period May 15, 2007 through December 31, 2007.

OVERVIEW OF THE STRUCTURE OF THE CLAYMORE ETFs

The Claymore ETFs (other than the Claymore Commodity ETFs) are exchange-traded funds established as trusts under the laws of the Province of Ontario. The Claymore Commodity ETFs are exchange-traded commodity pools established as trusts under the laws of the Province of Alberta.

The Claymore ETFs (other than Claymore Commodity ETFs and FIE) have been established pursuant to a master declaration of trust as amended and restated and as may be further amended and/or restated from time to time. The Claymore Commodity ETFs have been established pursuant to a master declaration of trust as may be amended and/or restated from time to time. FIE has been established pursuant to a trust agreement (the “Trust Agreement”) dated as of July 27, 2005, as amended and restated.

While each Claymore ETF will be a mutual fund under the securities legislation of certain provinces and territories of Canada, it has been granted exemptive relief from certain provisions of Canadian securities legislation applicable to conventional mutual funds. As commodity pools, the Claymore Commodity ETFs are also not subject to certain restrictions and have obtained exemptive relief from certain additional restrictions that would otherwise apply. See “Exemptions and Approvals”.

The principal office of the Claymore ETFs and Claymore is located at 200 University Avenue, 13th floor, Toronto, Ontario, M5H 3C6.

The following chart sets out the full legal name as well as the TSX ticker symbol for each of the Claymore ETFs:

Legal name of Claymore ETF	Common Class	Advisor Class
Claymore Premium Money Market ETF	CMR	CMR.A
Claymore Natural Gas Commodity ETF	GAS	N/A
Claymore Broad Commodity ETF	CBR	CBR.A
Claymore Managed Futures ETF	CZF	CZF.A
Claymore Canadian Financial Monthly Income ETF	FIE	FIE.A
Claymore Equal Weight Banc & Lifeco ETF	CEW	CEW.A

INVESTMENT OBJECTIVES

Each Claymore ETF (other than the Claymore Premium Money Market ETF, the Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF) has been designed to replicate, to the extent possible, the performance of the applicable Index, net of expenses. The Claymore Natural Gas Commodity ETF has been designed to replicate, to the extent possible, the performance of the NGX Canadian Natural Gas Index, net of expenses. The Claymore Broad Commodity ETF has been designed to replicate, to the extent possible, the performance of the Auspice Broad Commodity Total Return Index, net of expenses. The Claymore Managed Futures ETF has been designed to replicate, to the extent possible, the performance of the Guggenheim Managed Futures Index, net of expenses.

Claymore Premium Money Market ETF

The Claymore Premium Money Market 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 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).

Claymore Canadian Financial Monthly Income ETF

FIE's investment objectives are to maximize total return to holders of FIE Units, consisting of distributions and capital appreciation, and to provide Unitholders with a stream of monthly cash distributions of \$0.05 per FIE Unit (\$0.60 per annum). Currently, FIE is paying monthly cash distributions of \$0.04 per Advisor Class Unit (\$0.48 per annum) and \$0.04 per Common Unit (\$0.48 per annum) (see "Distribution Policy"). FIE's net assets, together with borrowings under its loan facility (see "Investment Strategies – Claymore Canadian Financial Monthly Income ETF – FIE 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 (the "FIE Portfolio").

Currently, FIE's investment activities are subject to certain investment restrictions as follows: FIE 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. FIE may borrow or use other forms of leverage in an aggregate amount of up to 15% of its net asset value to purchase additional securities for the FIE Portfolio.

Claymore Equal Weight Banc & Lifeco ETF

CEW's investment objective is to provide investors with a diversified equal weighted investment in a portfolio (the "CEW Portfolio") of Canadian banks and life insurance companies. The Manager believes these issuers provide attractive dividends, strong and stable credits and a history of capital appreciation and dividend growth. The passive equal weighting approach is intended to reduce the risks to investors of increasing exposure to any single investment. Cash distributions on CEW Advisor Class Units and on CEW Common Units are expected to be made monthly and will be derived from dividends received by CEW on the CEW Portfolio. Such distributions may also include capital gains and returns of capital. CEW will endeavour to provide holders of CEW Common Units and CEW Advisor Class Units with monthly cash distributions targeted to be \$0.04167 (\$0.50 per annum). Currently, CEW is paying monthly cash distributions of \$0.021 per CEW Common Unit (\$0.252 per annum) and \$0.0325 per CEW Advisor Class Unit (\$0.39 per annum). CEW Unitholders will also participate in any potential appreciation in the CEW Portfolio.

The Indices

NGX Canadian Natural Gas Index

The NGX Canadian Natural Gas Index tracks the forward purchase value of the AECO physical one month forward price of natural gas, in Canadian dollars. In order to track the index while maintaining an orderly transition from the prompt contract to the deferred contract, these contracts are "rolled" during an eight day period known as the "roll period" that begins on the thirteenth business day prior to the start of the delivery month. In order to ensure adequate liquidity during the roll period, the NGX uses a modified calendar which generally excludes both U.S. and Canadian holidays as eligible roll days.

More information is available on the Manager's website at www.claymoreinvestments.ca.

Auspice Broad Commodity Total Return Index

The Auspice Broad Commodity Total Return Index is an index that seeks to benefit from upward trends in the broad commodity futures markets while at the same time minimizing downside risk during downtrends. The Index will use a quantitative methodology to track the prices of a diversified portfolio of traditional commodity futures contracts or "components" which will cover the energies, metals, and agricultural commodities sectors. Initially, each component shall receive an equal allocation of the total portfolio risk.

The Index components will be rebalanced monthly if their current risk exceeds a predetermined threshold level. As the contracts comprising the Index approach expiration, the closest expiring contracts are replaced with contracts with longer dated maturities during the roll period. The Index rolling mechanism is based on the following

principles: (i) ensuring that the contracts that are rolled (out of and into) have adequate liquidity; (ii) minimizing the number of rolls to reduce transaction costs and slippage; and (iii) minimizing the negative impact, and maximizing the positive impact of contango, and backwardation.

The components comprising the Index may change at the discretion of the Index Provider. Components may be added or removed from the Index based on changes to the futures contracts, their liquidity and their suitability to achieving the Index goals.

More information is available on the Manager's website at www.claymoreinvestments.ca.

Guggenheim Managed Futures Index

The Guggenheim Managed Futures Index employs a systematic model that seeks to profit from price trends across four broad futures asset classes (commodities, fixed income, equities and currencies) available through North American futures markets.

The Index will track global listed commodity, currency, equity and fixed income futures. In particular:

- *Commodity Futures* – the Index will be restricted to those that currently are and/or have been constituents of the S&P GS Commodity Index;
- *Currency Futures* – the Index will be restricted to currencies within the “G-10” nations considered relative to the U.S. Dollar, including the Australian Dollar, British Pound, Canadian Dollar, Euro, Japanese Yen, New Zealand Dollar, Norwegian Krone, Swedish Krona and Swiss Franc; and
- *Equity and Fixed Income Futures* – all listed equity and fixed income futures will be eligible for inclusion in the Index.

For each component, the Index model assumes there are three states of market behavior or trends: equilibrium, trending up, and trending down. During equilibrium, the Index will have no position in the component. During an uptrend, the Index will be long the component and during a downtrend, the Index will be short the component. Trends will be evaluated over multiple timeframes ranging from short duration (weeks) to long duration (multiple months).

The Index contains pre-set margin and/or leverage limits. The positions are weighted so that each component has equal risk in the portfolio (i.e. fixed risk weighting). The components of the Index are reviewed each November and the Index is updated daily and rebalanced quarterly.

More information is available on the Manager's website at www.claymoreinvestments.ca.

Rebalancing and Adjustment

The NGX Canadian Natural Gas Index

As the NGX Canadian Natural Gas Index is a continuous commodity index, no rebalancing is required.

Auspice Broad Commodity Total Return Index

The components of the Auspice Broad Commodity Total Return Index will be rebalanced monthly if their current risk exceeds a predetermined threshold level.

Guggenheim Managed Futures Index

The components of the Guggenheim Managed Futures Index will be reviewed each November and will be rebalanced quarterly.

Termination of the Indices

The Index Providers calculate, determine and maintain the respective Indices. In the event that an Index Provider ceases to calculate the Index or the applicable Licence Agreement is terminated, the Manager may terminate a Claymore ETF on 60 days' notice, change the investment objective of that Claymore ETF or seek to replicate an alternative index (subject to Unitholder approval if required in accordance with the Declaration of Trust), or make such other arrangements as the Manager considers appropriate and in the best interests of Unitholders in the circumstances.

If an alternate index is selected, the investment objective of the Claymore ETF shall be to replicate the performance of such alternate index, net of fees and expenses. Claymore must notify Unitholders, which notice may be by way of press release, at least 30 days prior to the effective date of the selection of an alternate index.

Use of the Indices

The Manager and the applicable Claymore ETF are permitted to use the applicable Index pursuant to the applicable Licence Agreement described below under "Material Contracts – Licence Agreements". The Manager and the Claymore ETFs do not accept responsibility for or guarantee the accuracy and/or completeness of the Indices or any data included in the Indices.

INVESTMENT STRATEGIES

The investment strategy of each Claymore ETF (other than the Claymore Premium Money Market ETF, FIE and CEW) is to track the applicable Index by buying and holding the Constituent Securities of such Index in substantially the same proportion as they are reflected in that Index or to invest in a manner that causes the Claymore ETF to replicate the performance of that Index. The Manager may hedge currency risk associated with an investment in a security acquired in lieu of a Constituent Security that is denominated in a different currency.

With respect to any Claymore ETF or the Index portfolio to which it is exposed (other than the Claymore Premium Money Market ETF, FIE and CEW), the Manager may use a sampling methodology in selecting its investments. Sampling means that the Manager will use quantitative analysis to select securities to obtain a representative sample of securities that resemble the Index in terms of key risk factors, performance attributes, industry weightings, market capitalization and other appropriate financial characteristics. The quantity of securities selected using such sampling methodology will be based on a number of factors including the asset size of the Claymore ETF. A Claymore ETF may invest in and hold ADRs, ADSs, GDRs and IDRs which represent a Constituent Security included in an Index.

In accordance with applicable securities legislation, including National Instrument 81-102, a Claymore ETF may invest in one or more other Claymore ETFs or certain other investment funds (collectively, "Other Funds") that provide exposure to the Constituent Securities of the applicable Index, provided that there shall be no duplication of management fees chargeable in connection with Constituent Securities held indirectly by a Claymore ETF through investments in Other Funds. In such circumstances, the Claymore ETF may charge up to an additional 0.05% if necessary to hedge any currency exposure. Subject to regulatory approval, the Claymore Commodity ETFs may invest in securities of Exchange Traded Products that are not "index participation units" (as defined by NI 81-102).

Claymore Natural Gas Commodity ETF

To achieve its investment objective, the Claymore Natural Gas Commodity 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 Natural Gas Commodity ETF to post collateral when entering into forward contracts. Additionally, GST is charged on such contracts. The balance of the Claymore ETF's assets will be invested in cash and cash equivalents.

Claymore Premium Money Market ETF

The investment strategy of Claymore Premium Money Market ETF is to invest 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).

Claymore Broad Commodity ETF

The Claymore Broad Commodity ETF has been designed to provide investors with exposure to the return and performance of the Auspice Broad Commodity Total Return Index, net of expenses. The Claymore Broad Commodity ETF seeks to benefit from upward trends in the broad commodity futures market while at the same time minimizing downside risk during downtrends. The Auspice Broad Commodity Total Return Index will track the prices of a diversified portfolio of traditional commodity futures contracts, or “components”. The components will cover three or more broad sectors (e.g. energies, metals, and agricultural commodities).

Claymore Managed Futures ETF

The Claymore Managed Futures ETF has been designed to provide investors with exposure to the return and performance of the Guggenheim Managed Futures Index, net of expenses. The Claymore Managed Futures ETF seeks to benefit from price trends across four broad futures asset classes (commodities, fixed income, equities and currencies) available through North American futures markets. The Index will track global listed commodity, currency, equity and fixed income futures. Commodity futures included in the Index will be restricted to those that currently are and/or have been constituents of the S&P GS Commodity Index. Currency futures included in the Index will be restricted to currencies within the “G-10” nations considered relative to the U.S. dollar, including the Australian Dollar, British Pound, Canadian Dollar, Euro, Japanese Yen, New Zealand Dollar, Norwegian Krone, Swedish Krona and Swiss Franc. All listed equity and fixed income futures will be eligible for inclusion in the Index.

Claymore Canadian Financial Monthly Income ETF

The FIE Portfolio is comprised primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. The Manager 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. Up to 25% of the assets of the FIE Portfolio may be invested in securities of other Canadian issuers. The composition of the FIE Portfolio will vary over time depending on Manulife Asset Management’s assessment of overall market conditions and outlook.

The constituents of the FIE Portfolio are available on the Claymore website at www.claymoreinvestments.ca.

Manulife Asset Management provides recommendations, analysis and other investment advice to the Manager in respect of the FIE Portfolio by utilizing a disciplined bottom-up approach employing rigorous quantitative stock selection disciplines as well as researching the business fundamentals of each issuer, including an analysis of the financial leverage, credit risk, business risk, industry risk, currency risk, issuer size, liquidity and volatility of the prospective investment. FIE Portfolio construction is guided by fund-specific risk management techniques that Manulife Asset Management has developed and tested over time. Manulife Asset Management will seek high quality, large capitalization equity securities issued by Canadian financial sector companies for inclusion in the FIE Portfolio. The Manulife Asset Management Fixed Income team emphasizes the active management of corporate debt, an approach that has gained importance in bond markets around the world.

FIE Loan Facility

FIE has entered into a loan facility (the “FIE Loan Facility”) with a Canadian financial institution. FIE may borrow an amount not exceeding 15% of its NAV, which may be used by FIE to purchase additional securities for the FIE Portfolio and for working capital purposes.

The FIE Loan Facility is a revolving credit facility between a Canadian financial institution (the “FIE Lender”), the Manager and FIE. Subject to certain conditions, the FIE Loan Facility is available to FIE to borrow, prepay, and reborrow for a 364 day period which is subject to renewal with the FIE Lender’s consent. Funds may be advanced by way of prime loans or bankers’ acceptances or any combination thereof. Advances bear interest at the prime rate or the FIE Lender’s discount rate for bankers’ acceptances as applicable. FIE may fix the interest rate on the portion of the FIE Loan Facility used to purchase FIE Portfolio securities to eliminate the risk of rising interest rates on that part of the FIE Loan Facility. The terms, conditions, interest rates, fees and expenses of and under the FIE Loan Facility are typical for loans of this nature.

The lender has required FIE to provide a security interest in some or all of its assets in favour of the lender to secure such borrowings. Under the terms of the FIE Loan Facility, in the event of default, the lender’s recourse is limited to the assets of FIE.

Claymore Equal Weight Banc & Lifeco ETF

The CEW Portfolio consists of common shares issued by Canadian banks and life insurance companies. Constituent Issuers are selected for inclusion in the CEW Portfolio 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. In addition, between the rebalancing dates, CEW may sell the CEW Portfolio securities for working capital purposes. In order to rebalance the CEW Portfolio, the Manager will, at the time of rebalancing, calculate the market value of the CEW Portfolio, less any amount to be used for working capital purposes, and divide such resultant amount by the number of issuers to be included in the CEW Portfolio. Rebalancing transactions will be effected as soon as is reasonably practicable thereafter. As a result of changes in market prices of the shares in the CEW Portfolio between rebalancing dates, it is not expected that the issuers included in the CEW Portfolio will be exactly equally weighted at any given time. The CEW Portfolio may also be rebalanced in the event of any future offering of securities by CEW.

CEW may from time to time hold cash and cash equivalents including short term debt instruments issued by the Government of Canada or a province, term deposits held with or short term commercial paper issued by Canadian financial institutions with a rating of at least R1 (mid) by DBRS Limited or an equivalent rating from another rating organization selected by the Manager.

The constituents of the Claymore Equal Weight Banc & Lifeco ETF are available on the Claymore website at www.claymoreinvestments.ca.

Securities Lending

A Claymore ETF may, in compliance with NI 81-102, lend securities to securities borrowers acceptable to it pursuant to the terms of a securities lending agreement between the Claymore ETF and any such borrower under which: (i) the borrower will pay to the Claymore ETF a negotiated securities lending fee and will make compensation payments to the Claymore ETF 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 Tax Act; and (iii) the Claymore ETF will receive collateral security. If a securities lending agent is appointed for the Claymore ETF, 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.

Use of Derivative Instruments

The Claymore ETFs may invest in or use derivative instruments, provided that the use of such derivative instruments is in compliance with NI 81-102 and is consistent with the investment objective and investment strategy of the respective Claymore ETFs.

In order to achieve their investment objective, the Claymore ETFs may, as an alternative to or in conjunction with sampling or investing in the Constituent Securities, use derivative instruments to obtain exposure to the performance of the applicable Index, provided that the use of such derivative instruments is in compliance with NI 81-102.

The Claymore Commodity ETFs are managed in accordance with the restrictions and practices set out in NI 81-102, except as otherwise permitted by National Instrument 81-104 Commodity Pools (“NI 81-104”). Securities legislation distinguishes between the use of derivatives for hedging purposes and for non-hedging purposes. “Hedging” refers to investments that are intended to offset or reduce a specific risk associated with all or a portion of an existing investment. Commodity pools, such as the Claymore Commodity ETFs are accorded greater flexibility to invest using derivatives for non-hedging purposes than mutual funds that are not subject to NI 81-104.

The following is a general discussion of the more common derivatives likely to be employed by the Claymore Commodity ETFs but it is not an exhaustive discussion of all derivatives in which the Claymore Commodity ETFs may invest.

Derivatives

Derivatives are instruments that derive their value from the market price, value or level of an underlying security, commodity, economic indicator, index or financial instrument and which enable investors to speculate on or hedge against future changes in the price or value of the underlying interest of the derivative. The underlying interests of derivatives include a wide variety of assets or financial instruments, such as agricultural products, energy products, and base or precious metals (commonly called commodities), interest rates, currencies and stock indices.

Swap and Forward Agreements

In general, swap and forward agreements are two-party contracts entered into primarily by institutional investors for periods ranging from a day to more than one year. A forward contract is an agreement between two parties to buy or sell an asset at a specified point of time in the future at a predetermined price. In a standard “swap” transaction, two parties agree to exchange the returns (or differentials in rates of return) earned or realized on particular predetermined investments or instruments. The gross returns to be exchanged between the parties are calculated with respect to a “notional amount”. For example, the return on or increase in the value of a particular dollar amount invested in a “basket” of securities.

Most swap agreements entered into by the Claymore Commodity ETFs calculate and settle the obligations of the parties to the agreement on a “net basis” with a single payment. Consequently, the Claymore Commodity ETF’s current obligations (or rights) under a swap agreement generally will only be equal to the net amount to be paid or received under the agreement based on the relative values of such obligations (or rights).

In addition to assisting in the pursuit of the investment objectives for each of the Claymore Commodity ETFs, total return forward agreements may be entered into as a substitute for investing directly in securities (or shorting securities), or to hedge a position.

Forward-using Claymore ETFs

Initially, in order to obtain exposure to the performance of the applicable Index, the Claymore Broad Commodity ETF and Claymore Managed Futures ETF (the “Forward-using Claymore ETFs”) will invest the net proceeds of their continuous offerings in a portfolio of common shares of Canadian public companies listed on the TSX that qualify as “Canadian securities” for purposes of the Tax Act (the “Canadian Share Portfolio”). Each Forward-using Claymore ETF will enter into one or more forward purchase and sale agreements (collectively, the

“Forward”) with a Canadian chartered bank or an affiliate thereof (the “Counterparty”) pursuant to which the Forward-using Claymore ETF will agree to sell securities in the Canadian Share Portfolio to the Counterparty from time to time in exchange for a purchase price determined by reference to the Canadian dollar value (the “Forward Amount”) of the performance of the applicable Index or of a fund that invests in or obtains exposure to the applicable Index or the Constituent Securities thereof. However, neither the Forward-using Claymore ETF nor its Unitholders by virtue of their investment in Units will have any ownership interest in the applicable Index, securities or any other financial instrument, if any, the Counterparty chooses to hedge its exposure under the Forward.

Under the terms of the Forward, the Counterparty and the Forward-using Claymore ETF will agree that their settlement obligations under the Forward with respect to the Canadian Share Portfolio securities will be discharged by physical delivery of the Canadian Share Portfolio securities by the Forward-using Claymore ETF to the Counterparty against cash payment or, at the election of the Forward-using Claymore ETF, by the making of cash payments between the parties. The amount payable by the Counterparty for physical delivery of the Canadian Share Portfolio may be more or less than the original subscription price of the Units of the Forward-using Claymore ETF. Concurrent with entering into the Forward, the Canadian Share Portfolio securities or other acceptable securities will be pledged to and may be held by the Counterparty as security for the obligations of the Forward-using Claymore ETF under the Forward.

A Forward-using Claymore ETF will be entitled to pre-settle the Forward in whole or in part from time to time as needed to fund Unit redemptions, pay expenses and for such other purposes as it may determine by tendering to the Counterparty securities of the Canadian Share Portfolio or, at the election of the Forward-using Claymore ETF, in cash. The Counterparty will also be entitled to terminate the Forward upon the occurrence of certain specified events of default or termination events.

Currency Hedging

The Claymore Broad Commodity ETF and the Claymore Managed Futures ETF will enter into Forwards that will have the effect of hedging their economic exposure to foreign currency denominated assets with financial institutions that have an “approved credit rating” as defined in NI 81-102. Hedging currency exposure to reduce the impact of fluctuations in exchange rates on the currency hedged Claymore ETFs is intended to reduce exposure to foreign currency risk for Unitholders.

Additional Investment Strategies of Claymore Commodity ETFs

Each of the Claymore Commodity ETFs tracks an Index that includes futures contracts or forward contracts for the delivery or sale of a commodity in the future (e.g., for the next delivery month). However, none of the Claymore Commodity ETFs invests in a spot market. The Commodity Futures Trading Commission in the United States (“CFTC”) is reviewing regulation of commodity futures trading in the United States which may impact the Claymore Commodity ETF’s and the counterparty or counterparties to the Claymore Commodity ETFs, and may require that the Manager suspend new subscriptions for Units of a Claymore Commodity ETF at any time. See “Risk Factors – Additional Risk Factors Relating to an Investment in the Claymore Commodity ETFs – Commodity Market Risk”.

Action on Index Rebalancing or Portfolio Adjustment

Whenever an Index Provider, or the Manager or sub-advisor rebalances or adjusts an Index or sub-advisor portfolio by adding securities to or subtracting securities from that Index or portfolio, the applicable Claymore ETF portfolio will generally acquire and/or dispose of the appropriate number of securities through one or more Designated Brokers. If the value of all securities purchased by a Claymore ETF exceeds the value of all securities disposed of by that Claymore ETF, the Claymore ETF will issue to the Designated Broker(s) a number of Units with an aggregate NAV corresponding to the excess value. Conversely, if the value of all securities disposed of by a Claymore ETF exceeds the value of all securities acquired by that Claymore ETF, the Claymore ETF will receive Baskets of Securities or portions thereof from the Designated Broker(s) with an aggregate value corresponding to the excess value.

If a special dividend is paid on a constituent security of an Index or portfolio, the applicable Claymore ETF will generally purchase Baskets of Securities or portions thereof from one or more Designated Brokers on the day preceding the adjustment day of that Index or portfolio, for an amount equal to the proceeds of the special dividend. The purchase of Baskets of Securities or partial Baskets of Securities from the Designated Broker(s) for an amount equal to the proceeds of the special dividend has the effect of conferring the value of the special dividend on the Claymore ETF without affecting the replication by the Claymore ETF of the applicable Index or portfolio. As a result, special dividends will generally not have an effect on the replication of the weighting of such constituent security in the Indices or portfolios, by the Claymore ETFs.

Takeover Bids for Constituent Issuers

If a takeover bid (including an issuer bid) is made for a Constituent Issuer of an Index, or the CEW Portfolio or FIE Portfolio, the Manager, in its discretion, may or may not tender securities of such Constituent Issuer. If securities are tendered by a Claymore ETF, they may or may not be taken up under the bid. If a takeover bid is successful, the issuer may no longer qualify for inclusion in the applicable Index, or the CEW Portfolio or the FIE Portfolio, and may be removed from that Index, in which case any securities of the Constituent Issuer still held by the Claymore ETF will be disposed of by the Claymore ETF to one or more Designated Brokers as described above under “Action on Index Rebalancing or Portfolio Adjustment”.

If the Claymore ETF tenders securities under a takeover bid and they are taken up but the Constituent Issuer is not taken out of the applicable Index, or the CEW Portfolio or FIE Portfolio, the Claymore ETF will use the proceeds received from tendering to the takeover bid to purchase securities of the Constituent Issuer to replenish Baskets of Securities held by that Claymore ETF. If the proceeds are not sufficient for this purpose, the Claymore ETF will purchase the necessary securities from the Designated Brokers in return for the issue of the appropriate number of Units. If the proceeds received by the Claymore ETF under a takeover bid are more than sufficient to purchase replacement securities where the Constituent Issuer is not removed from the applicable Index, or the CEW Portfolio or FIE Portfolio, the surplus will be used, first, to pay expenses of the Claymore ETF, and then any remaining amounts will be distributed to Unitholders.

Any non-cash consideration received by a Claymore ETF under a takeover bid will be sold by that Claymore ETF, and the proceeds applied in the manner described above in respect of cash proceeds received by the Claymore ETF under a takeover bid.

After a tender of securities by a Claymore ETF, a Unitholder exchanging Units for Baskets of Securities as described below under “Redemption and Exchange of Units – Exchange of Units for Baskets of Securities” will be entitled to receive the applicable portion of the proceeds received by the Claymore ETF for securities taken up under the bid or, if the securities are not taken up, the applicable portion of those securities when they are returned to that Claymore ETF.

OVERVIEW OF THE SECTORS IN WHICH THE CLAYMORE ETFs INVEST

Claymore Premium Money Market ETF

The Claymore Premium Money Market ETF invests primarily in high-quality, short-term (generally 90 days or less) 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. The securities that the fund invests in shall be in the top two ratings categories of any of the approved credit rating organizations (as defined in NI 81-102). The price fluctuations of these debt securities in which the Claymore Premium Money Market ETF invests are relatively low due to their short term to maturity and high credit ratings.

Claymore Natural Gas Commodity ETF

The Claymore Natural Gas Commodity ETF invests in Alberta's natural gas commodity market. Natural gas is a clean-burning fuel, found in abundance in Canada as a mixture of gases in porous rock formations. It is extracted from the ground, processed to remove impurities and compressed to be stored and transported by pipeline.

The price of natural gas is highly volatile and it exhibits sharp price movements on a daily basis which directly affect the value of the Claymore Natural Gas Commodity ETF.

Claymore Broad Commodity ETF

The Claymore Broad Commodity ETF has exposure through a Forward to the return and performance of futures contracts, forward contracts, total return swaps and physical commodities across three broad commodity sectors: energies, metals and agricultural.

Claymore Managed Futures ETF

The Claymore Managed Futures ETF has exposure through a Forward to the return and performance of futures contracts, financial swaps, total return swaps, physical commodities and T-bills or short term interest rate derivatives in the commodities and financial futures markets including energies, metals, agricultural, interest rates, currencies and equities.

Claymore Canadian Financial Income Monthly ETF

The FIE Portfolio is comprised primarily of common shares, preferred shares, corporate bonds and income trust units of issuers in the Canadian financial sector. The Manager 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. Up to 25% of the assets of the FIE Portfolio may be invested in securities of other Canadian issuers.

Claymore Equal Weight Banc & Lifeco ETF

The CEW Portfolio consists of common shares issued by Canadian banks and life insurance companies. Constituent Issuers are selected for inclusion in the CEW Portfolio 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.

INVESTMENT RESTRICTIONS

The Claymore ETFs are subject to certain investment restrictions that, among other things, limit the equity securities and other securities that the Claymore ETFs may acquire. The investment restrictions may not be changed without the approval of the Unitholders (as defined under “Unitholder Matters – Matters Requiring Unitholders Approval”). Each Claymore ETF is restricted to:

- (a) investing in a portfolio of Constituent Securities or in securities, investments, forward contracts or other derivative contracts in accordance with its investment objective and strategies;
- (b) holding cash equivalents, paying expenses and paying amounts payable in connection with distributions to Unitholders and exchanges and redemptions of Units; and
- (c) not making or holding any investment that would result in the Claymore ETF becoming a “SIFT trust” as defined in subsection 122.1(1) of the Tax Act. Among other requirements, a Claymore ETF must not hold:
 - (i) a “security” of a “subject entity” (both as defined in subsection 122.1(1) of the Tax Act) if the total number of such securities held by the Claymore ETF have a total fair market value that is greater than 10% of the fair market value of all of the issued and outstanding shares or interests in such entity; and
 - (ii) a “security” of a “subject entity” (both as defined in subsection 122.1(1) of the Tax Act) if the total number of such securities held by the Claymore ETF, together with all of the securities that the Claymore ETF holds of entities

affiliated with the particular subject entity, have a total fair market value that is greater than 50% of the fair market value of all of the issued and outstanding Units of the Claymore ETF.

Notwithstanding the foregoing, Claymore may determine not to take any of the actions described in paragraph (i) above in respect of a Claymore ETF if Claymore determines that the failure to take any such actions would not give rise to any material amounts of income from, including taxable capital gains in respect of the disposition of, “non-portfolio property” as defined in subsection 122.1(1) of the Tax Act.

Additionally, FIE’s investment activities are subject to the following restrictions: FIE 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 fundamental investment objective or a material investment strategy used to achieve the investment objective of a Claymore ETF may not be changed without approval of Unitholders of such Claymore ETF at a meeting of Unitholders of the Claymore ETF duly called and held for the purpose of considering such change.

Exemptions from Securities Legislation

The Claymore ETFs have obtained the following exemptive relief from the securities regulatory authorities from certain requirements in Canadian securities legislation, which would otherwise apply to the Claymore ETFs:

- (a) a Unitholder may acquire more than 20% of the Units of any Claymore ETF through purchases on the TSX without regard to the takeover bid requirements of applicable Canadian securities legislation, provided that any such Unitholder, and any person acting jointly or in concert with the Unitholder, undertakes to Claymore not to vote more than 20% of the Units of that Claymore ETF at any meeting of Unitholders;
- (b) to enable the purchase and sale of Units of the Claymore ETFs on the TSX, which precludes the transmission of purchase or redemption orders to the order receipt offices of the Claymore ETFs;
- (c) to permit the payment for the issuance of Units of the Claymore ETFs partially in cash and partially in securities, provided that the acceptance of securities as payment is made in accordance with Section 9.4(2)(b) of NI 81-102;
- (d) to permit the redemption of less than the Prescribed Number of Units of a Claymore ETF at a price equal to 95% of the closing price of the Units of such Claymore ETF on the TSX;
- (e) to relieve the Claymore ETFs from the requirement relating to the record date for the payment of distributions, provided that the Claymore ETFs comply with applicable TSX requirements; and
- (f) to permit FIE to borrow or use other forms of leverage in an aggregate amount of up to 15% of the net asset value of FIE’s assets.

The Manager, on behalf of each of the Claymore Natural Gas Commodity ETF, has obtained the following exemptive relief from the securities regulatory authorities from requirements in Canadian securities legislation which would otherwise apply to such Claymore Commodity ETF to:

- (a) relieve such Claymore Commodity ETF from the limitation in Subsection 6.8(1) of NI 81-102 limiting the deposit of portfolio assets of such Claymore Commodity ETF as margin with any qualified dealer inside Canada to ten percent of the net assets of such Claymore Commodity ETF, taken at market value as at the time of deposit;

- (b) relieve such Claymore Commodity ETF from the limitation in Subsection 6.8(2)(c) of NI 81-102 limiting the deposit of portfolio assets of such Claymore Commodity ETF as margin with any dealer outside Canada to ten percent of the net assets of the mutual fund, taken at market value as at the time of deposit; and
- (c) relieve such Claymore Commodity ETF from the requirement in Subsection 3.2(2)(a) of NI 81-104 requiring a commodity pool to have invested in it at all times securities that were issued pursuant to paragraph 3.2(1)(a) of NI 81-104 having an aggregate issue price of \$50,000 at the time of issue.

The exemptive relief is subject to the following conditions:

1. the amount of margin held by any dealer within Canada and outside Canada on behalf of such Claymore Commodity ETF may not exceed 30% of the net assets of the fund, taken at market value as at the time of the deposit;
2. all margin deposited with any dealers will be held in segregated accounts and may not be available to satisfy claims against such dealers made by parties other than Claymore or such Claymore Commodity ETF;
3. Claymore may not redeem any of its initial investment of \$50,000 in such Claymore Commodity ETF until \$5.0 million has been received by the fund from persons or companies other than the persons and companies referred to in paragraph 3.2(1)(a) of NI 81-104;
4. if, after Claymore redeems its initial investment of \$50,000 in such Claymore Commodity ETF in accordance with condition 3. above, the value of the Units of the fund subscribed for by investors other than the persons and companies referred to in paragraph 3.2(1)(a) of NI 81-104 drops below \$5.0 million for more than 30 consecutive days, Claymore will, unless the fund is in the process of being dissolved or terminated, reinvest \$50,000 in the fund and maintain that investment until condition 3. is again satisfied; and
5. as will be required for investment fund managers, Claymore will at all times maintain excess working capital of a minimum of \$100,000, or any higher amount that may be required by NI 31-103.

FEES AND EXPENSES

Management Fee

Each Claymore ETF will pay the Manager a monthly management fee and, in respect of the Advisor Class Units, an additional amount, as set forth in the table below, based on the daily average NAV of each class, plus any applicable taxes. The monthly management fee and the additional amount will be calculated and accrued daily and paid monthly in arrears.

Claymore ETF	Annual management fee	Additional amount applicable to Advisor Class Units
Claymore Premium Money Market ETF	0.25% of NAV of the Claymore ETF	0.25% of NAV of Advisor Class Units (total: 0.50%)
Claymore Natural Gas Commodity ETF	0.80% of NAV of the Claymore ETF	N/A
Claymore Broad Commodity ETF	0.80% of NAV of the Claymore ETF	0.75% of NAV of Advisor Class Units (total: 1.55%)
Claymore Managed Futures ETF	0.95% of NAV of the Claymore ETF	0.75% of NAV of Advisor Class Units (total: 1.70%)

Claymore ETF	Annual management fee	Additional amount applicable to Advisor Class Units
Claymore Canadian Financial Monthly Income ETF	0.65% of NAV of the Claymore ETF	0.75% of NAV per Advisor Class Unit (total: 1.40%)
Claymore Equal Weight Banc & Lifeco ETF	0.55% of NAV of the Claymore ETF	0.75% of NAV per Advisor Class Unit (total: 1.30%)

Advisor Class Units Service Fee

The Manager pays registered dealers a service fee equal to 0.25% per annum of the NAV per Advisor Class Unit in respect of the Claymore Premium Money Market ETF and 0.75% per annum of the NAV per Advisor Class Unit in respect of the Claymore Broad Commodity ETF, Claymore Managed Futures ETF, the Claymore Canadian Financial Monthly Income ETF and the Claymore Equal Weight Banc & Lifeco ETF, for each Advisor Class Unit held by clients of the registered dealer, plus any applicable taxes. The service fee will be calculated and accrued daily and paid quarterly.

Other Fees and Expenses

The Manager is responsible for all costs and expenses of the Claymore ETFs except the management fee, any expenses related to the implementation and on-going operation of an independent review committee under NI 81-107, brokerage expenses and commissions, income taxes, withholding taxes, any applicable goods and services or other sales taxes and transaction costs incurred by the Custodian and extraordinary expenses and, with respect to Claymore Commodity ETFs, the licensing fees relating to the applicable Index and all expenses relating to investing in and trading forward and other derivative contracts including any forward or other fees payable thereunder. FIE will pay for all ordinary expenses incurred in connection with its operations and administration. FIE will also be responsible for any extraordinary expenses which it might incur from time to time. The costs and expenses for which the Manager is responsible include the Advisor Class service fee (described above), 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 under “Organization and Management Details of the Claymore ETFs – Duties and Services to be Provided by the Trustee and Manager”.

In accordance with applicable securities legislation, including National Instrument 81-102, a Claymore ETF may invest in one or more other Claymore ETFs or certain other investment funds that provide exposure to the Constituent Securities of the applicable Index, provided that there shall be no duplication of management fees chargeable in connection with Constituent Securities held indirectly by a Claymore ETF through investments in other Claymore ETFs or other investment funds. In the event that a Claymore ETF invests in another Claymore ETF to obtain exposure to Constituent Securities, and the management fee payable by the other Claymore ETF is higher than that of the Claymore ETF, the Claymore ETF will pay the higher management fee on the portion of the Claymore ETF’s assets invested in the other Claymore ETF, plus up to an additional 0.05% if necessary to hedge any currency exposure.

The Claymore Broad Commodity ETF and the Claymore Managed Futures ETF will pay to the Counterparty an amount under the Forward, calculated daily and payable quarterly in arrears, of up to 0.45% per annum of the Forward Amount plus an amount in respect of hedging costs in connection with the Canadian Share Portfolio.

The Claymore ETFs pay the fees and expenses of their IRC. Expenses of the IRC include premiums for insurance coverage, legal fees, travel expenses and reasonable out-of-pocket expenses. The compensation for the members of the IRC is currently set at a retainer of \$80,000 per annum for each member of the IRC to serve on the IRC of all Claymore ETFs and other exchange-traded and closed-end fund managed by Claymore. Compensation paid to the Chairman of the IRC is the same as that paid to the other IRC members. The Claymore ETFs do not pay the IRC any meeting fees.

Each Claymore ETF will be equitably allocated a pro-rata portion of the aggregate amount owed to the IRC based on the value of the average assets under management of the Claymore ETF and each other exchange-traded and closed end fund managed by Claymore, calculated on a quarterly basis.

Harmonized Sales Tax

Effective July 1, 2010, the provinces of Ontario and British Columbia joined New Brunswick, Nova Scotia and Newfoundland and Labrador as “participating provinces” in the federally-imposed “harmonized sales tax” (“HST”). The HST rate for each participating province is a combined rate consisting of the federal component (equal to the GST rate in non-participating provinces, which is currently 5%) and a provincial component that varies by participating province. In conjunction with the expansion of the HST on July 1, 2010, the federal government released new draft rules for calculating the amount of HST to be paid by investment funds such as the Claymore ETFs. Such draft rules would generally require each Claymore ETF to undertake a separate calculation for each class of its Units using a tax rate determined by reference to the relevant rate for each province, and the portion of the value of Units of such class attributable to unitholders resident in the province. Accordingly, based on current rates, the HST to be paid by each Claymore ETF will be a “blended rate” of 5% in the non-participating provinces, 12% in British Columbia, 15% in Nova Scotia and 13% in the other participating provinces, depending on the residency of the unitholders in the classes of Units of the Claymore ETF. The Government of British Columbia recently announced that British Columbia will cease to be an HST participating province as of April 1, 2013. As well, pursuant to a recent harmonization agreement entered into between the government of Québec and the federal government, it is expected that, effective January 1, 2013, Québec will be treated like an HST participating province and the existing Québec sales tax rules (including those applicable to investment funds) will be amended, generally to parallel the HST rules.

Management Fee Distributions

To encourage very large investments in the Claymore ETFs and to achieve effective management fees which are competitive for these investments, the Manager may agree to charge a reduced fee as compared to the fee it otherwise would be entitled to receive from the Claymore ETFs with respect to investments in the Claymore ETFs by Unitholders that hold a minimum number of units, on average, during any period specified by the Manager from time to time having a specified aggregate value. An amount equal to the difference between the fee otherwise chargeable and the reduced fee of the Claymore ETF will be distributed quarterly in cash by the Claymore ETF to those Unitholders as “Management Fee Distributions”.

The availability and amount of Management Fee Distributions with respect to Units of a Claymore ETF will be determined by the Manager. Management Fee Distributions will generally be calculated and applied based on a Unitholder’s average holdings of Units (excluding Units lent under the terms of securities lending agreements) over each applicable period as specified by the Manager from time to time. Management Fee Distributions will be available only to beneficial owners of Units and not to the holdings of Units by dealers, brokers or other CDS Participants that hold Units on behalf of beneficial owners. Management Fee Distributions will be paid first out of net income of the Claymore ETF then out of capital gains of the Claymore ETF and thereafter out of capital. See “Income Tax Considerations – Taxation of Unitholders” for further details. In order to receive a Management Fee Distribution for any applicable period, a beneficial owner of Units must submit a claim for a Management Fee Distribution that is verified by a CDS Participant on the beneficial owner’s behalf and provide the Manager with such further information as the Manager may require in accordance with the terms and procedures established by the Manager from time to time.

The Manager reserves the right to discontinue or change Management Fee Distributions at any time. The tax consequences of Management Fee Distributions made by a Claymore ETF generally will be borne by the Unitholders receiving these distributions.

ANNUAL RETURNS AND MANAGEMENT EXPENSE RATIO

The indicated rates of return below are historical total returns. These returns assume the reinvestment of distributions which increases returns, but do not take into account customary brokerage commissions for buying or selling Units on the TSX, administrative fees or income taxes payable by any Unitholder that would have reduced the returns. Where a Claymore ETF was in distribution for less than a full financial year, the management expense ratio indicated has been annualized.

Claymore Premium Money Market ETF

Common Units	2010	2009	2008⁽³⁾
Annual returns at market price ⁽¹⁾	0.44%	0.39%	2.41%
Annual returns at NAV	0.40%	0.37%	2.42%
Management expense ratio ⁽²⁾	0.22%	0.19%	0.30%
Advisor Class Units	2010	2009	2008⁽³⁾
Annual returns at market price ⁽¹⁾	0.20%	0.11%	2.30%
Annual returns at NAV	0.25%	0.20%	2.21%
Management expense ratio ⁽²⁾	0.37%	0.38%	0.54%

Claymore Natural Gas Commodity ETF

Common Units	2010	2009	2008⁽⁴⁾
Annual returns at market price ⁽¹⁾	-49.82%	-62.15%	-27.60%
Annual returns at NAV	-49.75%	-61.33%	-29.18%
Management expense ratio ⁽²⁾	0.88%	0.95%	1.34%

Claymore Canadian Financial Monthly Income ETF

Advisor Class Units	2010	2009	2008	2007	2006
Annual returns at market price ⁽¹⁾	8.34%	28.31%	-34.60 %	-2.32%	12.39%
Annual returns at NAV	7.62%	29.97%	-34.83 %	-5.52%	12.43%
Management expense ratio ⁽²⁾	1.68%	1.48%	1.82 %	1.78%	1.65%

Claymore Equal Weight Banc & Lifeco ETF

Common Units	2010	2009	2008⁽⁴⁾	
Annual returns at market price ⁽¹⁾	9.76%	46.81%	-33.62%	
Annual returns at NAV	10.03%	46.42%	-32.94%	
Management expense ratio ⁽²⁾	0.59%	0.59%	0.60%	
Advisor Class Units	2010	2009	2008	2007⁽⁵⁾
Annual returns at market price ⁽¹⁾	8.50%	45.26%	-33.08%	18.29%
Annual returns at NAV	9.18%	45.25%	-37.29 %	-6.76%
Management expense ratio ⁽²⁾	1.35%	1.38%	1.42 %	0.91%

(1) Bloomberg.

(2) Management expense ratio excluding interest expense is based on total expenses for the stated period and is expressed as an annualized percentage of daily average net asset value during the period.

(3) Returns for the period February 29, 2008 through December 31, 2008.

(4) Returns for the period February 6, 2008 through December 31, 2008.

(5) Returns for the period May 15, 2007 through December 31, 2007.

RISK FACTORS

In addition to the considerations set out elsewhere in this prospectus, the following are certain considerations relating to an investment in Units which prospective investors should consider before purchasing such Units:

General Risks Relating to an Investment in the Claymore ETFs

Equity Risk

Equities such as common shares give the holder part ownership in a company. The value of an equity security changes with the fortunes of the company that issued it. General market conditions and the health of the economy as a whole can also affect equity prices. Equity related securities that provide indirect exposure to the equity securities of an issuer, such as convertible debentures, can also be affected by equity risk.

Risk of Error in Replicating the Indices

The Claymore ETFs will not replicate exactly the performance of the Indices because the total return generated by the Units will be reduced by the management fee payable to Claymore and transaction costs incurred in adjusting the portfolio of securities held by the Claymore ETFs and other expenses of the Claymore ETFs, whereas such transaction costs and expenses are not included in the calculation of the Indices. It is also possible that, for a short period of time, the Claymore ETFs may not fully replicate the performance of the Indices due to the temporary unavailability of certain Constituent Securities in the secondary market or due to other extraordinary circumstances.

Tracking Error

Deviations in the tracking of the Indices by the Claymore ETFs could occur for a variety of reasons. For example, where a Claymore ETF tenders securities under a successful takeover bid for less than all securities of a Constituent Issuer and the Constituent Issuer is not taken out of the applicable Index, the Claymore ETF would be required to buy replacement securities for more than the takeover bid proceeds.

Adjustments to the Basket of Securities necessitated by the rebalancing of or adjustment to the Indices could affect the underlying market for Constituent Securities of the applicable Index which in turn would be reflected in the value of that Index. Similarly, subscriptions for Units by Designated Brokers and Underwriters may impact the market for Constituent Securities of the Index, as the Designated Broker or Underwriter seeks to buy or borrow such securities to constitute Baskets of Securities to deliver to the Claymore ETF as payment for the Units to be issued.

Calculation and Termination of the Indices

If the computer or other facilities of the Index Providers or the TSX malfunction for any reason, calculation of value of the Indices and the determination by the Manager of the Prescribed Number of Units and Baskets of Securities may be delayed and trading in Units may be suspended for a period of time.

In the event that an Index Provider ceases to calculate the Indices or the Licence Agreement is terminated, the Manager may terminate the relevant Claymore ETF on 60 days notice, change the investment objective of the Claymore ETF or seek to replicate an alternative index (subject to Unitholder approval in accordance with the Declaration of Trust), or make such other arrangements as the Manager considers appropriate and in the best interests of Unitholders in the circumstances.

Cease-Trading of Constituent Securities

If Constituent Securities of the Indices are cease traded at any time by order of the TSX, a securities regulatory authority or other relevant regulator or stock exchange, the Manager may suspend the exchange or redemption of Units until such time as the transfer of the securities is permitted by law. Thus, Units bear the risk of cease trading orders against any Constituent Security held by the Claymore ETFs.

Fluctuations in Net Asset Value

The NAV per Unit will vary according to, among other things, the value of the securities held by the Claymore ETFs. The Manager and the Claymore ETFs have no control over the factors that affect the value of the securities held by the Claymore ETFs, including factors that affect the equity markets generally such as general economic and political conditions, fluctuations in interest rates and factors unique to each issuer included in the Indices, such as changes in management, changes in strategic direction, achievement of strategic goals, mergers, acquisitions and divestitures, changes in distribution and dividend policies and other events.

Use of Derivative Instruments

The Claymore ETFs may use derivative instruments from time to time as described under “Investment Strategies – Use of Derivative Instruments”. The use of derivative instruments involves risks different from, and possibly greater than, the risks associated with investing directly in securities and other traditional investments. Risks associated with the use of derivatives include: (i) there is no guarantee that hedging to reduce risk will not result in a loss or that there will be a gain; (ii) there is no guarantee that a market will exist when the Claymore ETFs want to complete the derivative contract, which could prevent the Claymore ETFs from reducing a loss or making a profit; (iii) securities exchanges may impose trading limits on options and futures contracts, and these limits may prevent the Claymore ETFs from completing the derivative contract; (iv) the Claymore ETFs could experience a loss if the other party to the derivative contract is unable to fulfill its obligations; (v) if the Claymore ETF has an open position in an option, a futures contract or a forward contract with a dealer or futures commission merchant who goes bankrupt, the Claymore ETF could experience a loss and, for an open futures or forward contract, a loss of margin deposits with that dealer; and (vi) if a derivative is based on a stock market index and trading is halted on a substantial number of stocks in the index or there is a change in the composition of the index, there could be an adverse effect on the derivative. In circumstances where there is an interest rate hedge employed, total return on the investment portfolio of the Claymore ETFs may be higher with the hedge than without it when interest rates rise significantly, but total return may be lower than it otherwise would be in a stable to a falling interest rate environment.

Securities Lending

The Claymore ETFs may engage in securities lending in accordance with NI 81-102. Although it will receive collateral for the loans and such collateral will be marked-to-market, the Claymore ETFs may be exposed to the risk of loss should the borrower default on its obligation to return the borrowed securities and the collateral be insufficient to reconstitute the portfolio of loaned securities.

Trading Price of Units

Units may trade in the market at a premium or discount to the NAV per Unit and there can be no assurance that Units will trade at prices that reflect their net asset value. The trading price of the Units will fluctuate in accordance with changes in the Claymore ETF’s NAV, as well as market supply and demand on the TSX. However, given that generally only Prescribed Numbers of Units are issued to Designated Brokers and Underwriters, and that holders of a Prescribed Number of Units (or an integral multiple thereof) may redeem such Units at their NAV, the Manager believes that large discounts or premiums to the NAV of the Units should not be sustained.

Potential Conflicts of Interest

The Manager and its directors and officers and their respective affiliates and associates may engage in the promotion, management or investment management of other accounts, funds or trusts which invest primarily in the securities held by one or more Claymore ETF.

Although officers, directors and professional staff of the Manager will devote as much time to the Claymore ETFs as is deemed appropriate to perform the Manager’s duties, the staff of the Manager may have conflicts in allocating their time and services among the Claymore ETFs and the other funds managed by the Manager.

Changes in Legislation and Administrative Practice

There can be no assurance that income tax, securities and other laws in Canada or in foreign jurisdictions where the Claymore ETFs invest (if permitted by their investment objectives) will not be changed in a manner which adversely affects the distributions received by the Claymore ETFs or by the Unitholders. There can be no assurance that Canadian federal income tax laws and the administrative policies and assessing practices of the CRA respecting the treatment of mutual fund trusts will not be changed in a manner which adversely affects the Claymore ETFs or the Unitholders. Claymore ETFs which derive income or gains from investments in countries other than Canada may be liable to pay taxes on income or profits to the taxation authorities of such countries. Rules respecting such taxes may change without notice or may adversely affect the Claymore ETFs.

Effective July 1, 2010, the provinces of Ontario and British Columbia joined New Brunswick, Nova Scotia and Newfoundland and Labrador as “participating provinces” in the federally-imposed “harmonized sales tax” (“HST”). The HST rate for each participating province is a combined rate consisting of the federal component (equal to the GST rate in non-participating provinces, which is currently 5%) and a provincial component that varies by participating province. In conjunction with the expansion of the HST on July 1, 2010, the federal government released new draft rules for calculating the amount of HST to be paid by investment funds such as the Claymore ETFs. Such draft rules would generally require each Claymore ETF to undertake a separate calculation for each class of its Units using a tax rate determined by reference to the relevant rate for each province, and the portion of the value of Units of such class attributable to unitholders resident in the province. Accordingly, based on current rates, the HST to be paid by each Claymore ETF will be a “blended rate” of 5% in the non-participating provinces, 12% in British Columbia, 15% in Nova Scotia and 13% in the other participating provinces, depending on the residency of the unitholders in the classes of Units of the Claymore ETF. The Government of British Columbia recently announced that British Columbia will cease to be an HST participating province as of April 1, 2013. As well, pursuant to a recent harmonization agreement entered into between the government of Québec and the federal government, it is expected that, effective January 1, 2013, Québec will be treated like an HST participating province and the existing Québec sales tax rules (including those applicable to investment funds) will be amended, generally to parallel the HST rules.

Taxation of the Claymore ETFs

On October 31, 2003 the Department of Finance (Canada) announced a Tax Proposal relating to the deductibility of losses under the Tax Act which is proposed to apply to taxation years beginning after 2004. Under this Tax Proposal, a taxpayer will be considered to have a loss from a business or property for a taxation year only if, in that year, it is reasonable to assume that the taxpayer will realize a cumulative profit from the business or property during the time that the taxpayer has carried on, or can reasonably be expected to carry on, the business or has held, or can reasonably be expected to hold, the property. Profit, for this purpose, does not include capital gains or capital losses. If such Tax Proposal were to apply to a Claymore ETF, certain losses of the Claymore ETF may be limited with after-tax returns to Unitholders reduced as a result. On February 23, 2005, the Minister of Finance (Canada) announced that an alternative proposal to replace this Tax Proposal would be released. No such alternative proposal has been released as of the date hereof. There can be no assurance that such alternative proposal will not adversely affect a Claymore ETF.

Currently, a trust will be deemed not to be a mutual fund trust if it is established or maintained primarily for the benefit of non-residents unless all or substantially all of its property is property other than taxable Canadian property as defined in the Tax Act. On September 16, 2004, the Minister of Finance (Canada) released a Tax Proposal which proposes that a trust would lose its status as a mutual fund trust if the aggregate fair market value of all units issued by the trust held by one or more non-resident persons or partnerships that are not Canadian partnerships, or any combination thereof, is more than 50% of the aggregate fair market value of all units issued by the trust where, at that time or any previous time, more than 10% (based on fair market value) of the trust’s property is taxable Canadian property or certain other types of property. On December 6, 2004, the Department of Finance (Canada) tabled a Notice of Ways and Means Motion which did not include these proposed changes pending further consultation with interested parties. Bill C-52, which received Royal Assent on June 22, 2007, amended the current provision such that a trust is deemed not to be a mutual fund trust after any time when it can be reasonably considered that the trust was established or maintained primarily for the benefit of non-resident persons, unless at that time all or substantially all of its property is property other than taxable Canadian property. It is not clear whether this amendment supersedes the September 16, 2004 Tax Proposal. If any of the Claymore ETFs were to

cease to qualify as a “mutual fund trust” under the Tax Act, the income tax considerations described under the heading “Income Tax Considerations” would be materially and adversely different in certain respects.

In determining its income for tax purposes, each Claymore ETF will treat gains or losses on the disposition of securities in which it has invested as capital gains and losses or, depending on the circumstances, include the full amount in (or deduct the full amount from) income. In addition, in accordance with the CRA’s published administrative practice, derivatives used to hedge capital items will be treated and reported for purposes of the Tax Act on capital account where such derivatives are sufficiently linked to the capital items and designations with respect to its income and capital gains will be made and reported to Unitholders on this basis. CRA’s practice is generally not to grant advance income tax rulings on the characterization of items as capital gains or income. The CRA has recently announced its refusal to rule upon the capital character of gains arising on the settlement of a forward contract in respect of capital property, declining to follow a prior ruling. While this announcement dealt with the use of a forward contract in circumstances different than those of the Forward-using Claymore ETFs, the potential scope of application of the CRA’s recent comments is unclear. No advance income tax ruling has been requested or obtained. If these dispositions or the transactions of a Claymore ETF are reported on capital account but are subsequently determined to be on income account, the net income of the Claymore ETF for tax purposes and the taxable component of distributions to Unitholders could increase.

If, contrary to the advice of counsel to the Forward-using Claymore ETFs or as a result of a change of law, upon physical settlement of the Forward the classification of the gain under the Forward is treated other than as a capital gain on the sale of common shares thereunder, after-tax returns to holders of Units of the Forward-using Claymore ETFs could be reduced and the Forward-using Claymore ETFs could be subject to non-refundable income tax from such transactions.

Under the SIFT Rules, trusts or partnerships (defined as “SIFT trusts” and “SIFT partnerships”, respectively) the securities of which are listed or traded on a stock exchange or other public market and that hold one or more “non-portfolio properties” (as defined) are effectively taxed on income and capital gains in respect of such non-portfolio properties at combined rates comparable to the rates that apply to income earned and distributed by Canadian corporations. Distributions of such income received by unitholders of SIFT trusts (and allocations of such income made to members of SIFT partnerships) are treated as eligible dividends from a taxable Canadian corporation.

Certain issuers of Constituent Securities may be SIFT trusts or SIFT partnerships. In such event, the after-tax returns realized by Unitholders may be reduced to the extent that the Claymore ETF receives distributions of income or capital gains from such SIFT trusts or SIFT partnerships. In addition, as a result of the SIFT Rules, it is possible that SIFT trusts or SIFT partnerships may seek to restructure their affairs and organizational structures in a manner that could have an impact upon the returns to a Claymore ETF and could limit the number of potential issuers in which a Claymore ETF may invest. Finally, the SIFT Rules have had, and may continue to have, an effect on the trading price of trusts and limited partnerships that may be affected by the SIFT Rules.

It has been proposed that the Tax Act will be amended to add rules dealing with investments in certain non-resident trusts (the “NRT Proposals”). The NRT Proposals have not yet been enacted, but, if enacted in the form most recently proposed, would generally apply for the 2007 and subsequent taxation years. There can be no assurance that the NRT Proposals will be enacted in the form proposed, in a different form or at all. In the event that a Claymore ETF were to invest in a non-resident trust, the NRT Proposals may be relevant and while the intended application of the NRT Proposals in particular circumstances is not clear, if they were to be applied, there could be material adverse tax consequences. Prospective investors should consult their tax advisors about the consequences of the NRT Proposals.

Illiquid Securities

If a Claymore ETF is unable to dispose of some or all of the securities held by it, that Claymore ETF may experience a delay in the receipt of the proceeds of disposition until such time as it is able to dispose of such securities or may be required to do so at a substantial discount. Likewise, if certain Constituent Securities of the Indices or the FIE Portfolio or the CEW Portfolio are particularly illiquid, the Manager may be unable to acquire the number of securities necessary to replicate the weighting of such Index securities in the Indices, or portfolio securities in the FIE Portfolio or the CEW Portfolio, at a price acceptable to the Manager on a timely basis.

Absence of an Active Market for the Units and Lack of Operating History

Some of the Claymore ETFs are newly or recently organized investment trusts with limited or no previous operating history. Although these Claymore ETFs may be listed on the TSX, there can be no assurance that an active public market for the Units will develop or be sustained.

Rebalancing and Adjustment Risk

Adjustments to Baskets of Securities held by the Claymore ETFs to reflect rebalancing of and adjustments to the Indices will depend on the ability of the Manager and the Designated Brokers to perform their respective obligations under the Designated Broker Agreement(s). If a Designated Broker fails to perform, the Claymore ETFs would be required to sell or purchase, as the case may be, Constituent Securities of the Indices in the market. If this happens, the Claymore ETFs would incur additional transaction costs that would cause the performance of the Claymore ETFs to deviate more significantly from the performance of the Indices than would otherwise be expected.

Replication Management Risk

Unlike an actively managed fund, the Claymore ETFs which seek to replicate the performance generally of an Index will not necessarily sell a Constituent Security because the Constituent Issuer of such security was in financial trouble unless that Constituent Security is removed from the Index.

Reliance on the Manager

Unitholders will be dependent on the ability of the Manager to effectively manage the Claymore ETFs in a manner consistent with the investment objectives, strategy and restrictions of the Claymore ETFs. There is no certainty that the individuals who are principally responsible for providing administration and portfolio management services to the Claymore ETFs will continue to be employed by the Manager.

Index Investment Strategy Risk

The Indices were not created by the Index Providers for the purpose of the Claymore ETFs. The Index Providers have the right to make adjustments or to cease calculating the Indices without regard to the particular interests of the Manager, the Claymore ETFs or the Unitholders.

Changes in Dividend Policies

Dividends on common shares are not fixed but are declared at the discretion of an issuer's board of directors. There is no guarantee that the issuers of the common shares in which the Claymore ETF invests will declare dividends in the future or that if declared they will remain at current levels or increase over time.

Foreign Investment Risk

A Claymore ETF's investments in non-Canadian or U.S. issuers may involve unique risks compared to investing in securities of Canadian or U.S. issuers, including, among others, greater market volatility than Canadian or U.S. securities and less complete financial information than for Canadian or 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. Financial reporting standards for companies based in foreign markets differ from those in Canada and the United States. 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.

Investments in the securities of issuers in foreign countries, particularly emerging market countries, involve risks not associated with investments in the securities of issuers in developed countries. Emerging markets can be substantially more volatile, and substantially less liquid, than more developed markets such as Canada. Emerging

markets are subject to greater political and economic instability, uncertainty regarding the existence of trading markets and more governmental limitations on foreign investment than more developed markets.

There may be less information publicly available with regard to emerging market issuers and such issuers are not subject to the uniform accounting, auditing and financial reporting standards applicable to Canadian issuers. There may be no single centralized securities exchange on which securities are traded in emerging market countries and the systems of corporate governance to which companies in emerging markets are subject may be less advanced than that to which Canadian issuers are subject, and therefore, shareholders in such companies may not receive many of the protections available to shareholders in Canada. Local securities markets may trade a small number of securities and may be unable to respond effectively to increases in trading volume, potentially making prompt liquidation of holdings difficult or impossible at times.

Securities law in many emerging markets countries is relatively new and unsettled. In addition, laws regarding foreign investment in emerging market securities, securities regulation, title to securities, and shareholder rights may change quickly and unpredictably. Further, the enforcement of systems of taxation at federal, regional and local levels in emerging market countries may be inconsistent, and subject to sudden change.

Foreign Markets Risk

Participation in transactions by a Claymore ETF may involve the execution and clearing of trades on or subject to the rules of a foreign market. None of the Canadian securities regulatory authorities or Canadian exchanges regulates activities of any foreign markets, including the execution, delivery and clearing of transactions, or has the power to compel enforcement of any rule of a foreign market or any applicable foreign law. Generally, any foreign transaction will be governed by applicable foreign laws. This is true even if the foreign market is formally linked to a Canadian market so that a position taken on a market may be liquidated by a transaction on another market. Moreover, such laws or regulations will vary depending on the foreign country in which the transaction occurs. For these reasons, entities such as the Claymore ETFs may not be afforded certain of the protective measures provided by Canadian legislation or Canadian exchanges. In particular, funds received from investors for transactions by a Claymore ETF on foreign exchanges may not be provided the same protection as funds received in respect of transactions by a Claymore ETF on Canadian exchanges.

Concentration Risk

Certain of the Claymore ETFs' investments will be less diversified and may be concentrated or overweight by commodity, industry or geography, and the NAV of such funds may be more volatile than the value of a more broadly diversified portfolio and may fluctuate substantially over short periods of time.

Exchange Rate Risk

Changes in foreign currency exchange rates may affect the NAV of Claymore ETFs which hold investments denominated in currencies other than the Canadian dollar. Except in the case of the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF, the Claymore ETFs will not generally seek to hedge their exposure to foreign currencies.

Additional Risks Relating to an Investment in the Claymore Commodity ETFs

Commodity Risk

The Claymore Commodity ETFs provide exposure to the commodities markets which may be subject to greater volatility than traditional securities. The value of commodity linked derivative instruments may be affected by changes in overall market movements, commodity index volatility, changes in interest rates, or sectors affecting a particular industry or commodity, such as drought, floods, weather, livestock disease, embargoes, tariffs and international economic, political and regulatory developments.

Spot versus Futures Risk

The Claymore Commodity ETFs track an Index including both forward contracts for delivery at some point in the future as well as futures contracts. However, none of the Claymore Commodity ETFs invests in a spot market.

The risk of investing in futures or forward contracts is that these instruments can be speculative in nature as both forward and futures contracts represent an agreement between parties to exchange currencies, financial instruments or other physical commodities at a future date at a future price. As a result, such a market is not a ready market like a spot market, does not involve primary activity and is speculative in nature as deals are struck at future prices where the holder is purchasing an obligation to buy or sell an underlying asset, which may not be the best price at the time the contract is completed, depending on what happens in the markets during the intervening period.

By contrast, in a spot market securities or commodities are sold for cash at current prices and delivered immediately. A spot market is a real time market where the contract becomes effective immediately and the purchaser accepts delivery of, or immediately, resells the asset. Unlike a futures or forward contract, no speculation is involved as the contract is entered into and the transaction for the commodity takes place on the same “spot” in time. However, none of the Claymore Commodity ETFs invest in the spot market, and the Claymore Commodity ETFs are exposed to the potential risks involved of using futures contracts which are speculative in nature.

Reliance on Investment Advisors

Performance of the investments to which Claymore Natural Gas Commodity ETF and the Index portfolio to which the Claymore Broad Commodity ETF is exposed will be dependent on Auspice, which provides portfolio management services with respect to the Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which the Claymore Broad Commodity ETF has exposure. Performance of the investments to which the Claymore Managed Futures ETF is exposed will be dependent on Security Investors, which provides portfolio management services with respect to the Index portfolio to which Claymore Managed Futures ETF is exposed. There is no certainty that the individuals who are principally responsible for providing administration and portfolio management services to the Claymore Natural Gas Commodity ETF and the Index portfolio to which the Claymore Broad Commodity ETF is exposed will continue to be employed by Auspice, or that the individuals who are principally responsible for providing administration and portfolio management services to the Index portfolio to which the Claymore Managed Futures ETF is exposed will continue to be employed by Security Investors.

Commodity Market Regulatory Risk

The U.S. Commodity Futures Trading Commission (the “CFTC”) has commenced a review of the regulation of commodity futures trading in the United States and is currently considering draft legislation which includes position limits, subject to certain exemptions, which may apply to and affect ETFs and their counterparties that deal with or hold commodity futures contracts and options in the United States.

The implementation of position limits by either of the CFTC or Canadian regulators may, among other things, (i) impact the Claymore Commodity ETFs ability to meet their investment objectives by restricting the Claymore Commodity ETFs from creating and issuing new units of the Claymore Commodity ETFs (ii) impact the ability of a Claymore Commodity ETF or Index Provider thereof to effect a rebalancing (iii) limit the extent to which parties can enter into hedging transactions using commodity futures generally and (iv) impact the liquidity of the commodities futures contracts underlying an Index.

Trading in Derivatives is Highly Leveraged

The low margin deposits normally required in trading derivatives permit a high degree of leverage. Accordingly, at the time of buying a derivative, a percentage of the price of the derivative is deposited as margin and a decrease in the price of the contract equal to such percentage will result in a total loss of the margin deposit. A decrease of more than the percentage deposited will result in a loss of more than the total margin deposit. Thus, like other leveraged investments, the use of derivatives may often result in losses in excess of the amount invested.

The NGX uses a margining system whereby any parties contracting with the NGX are required to deposit collateral with the NGX to be held in trust, in a segregated account. In addition to the initial margin placed with the NGX, contracting parties are required to provide additional mark-to-market “variation” margin, representing the gain or loss on a net portfolio due to a change in the market price for the underlying product. If the margin requirements of a contracting party reach 80% of the collateral deposited with the NGX, the NGX will initiate a margin call, pursuant to which a contracting party will be required to provide any additional margin.

Leverage Risk

The Claymore Broad Commodity ETF and Claymore Managed Futures ETF may use or be exposed to leverage in connection with their portfolio holdings. Leverage offers a means of magnifying market movements into larger changes in an investment’s value and provides greater investment exposure than an unleveraged investment. Leverage may cause the Claymore Broad Commodity ETF and Claymore Managed Futures ETF to lose more money in market environments adverse to their respective daily investment objectives than a Claymore ETF that does not employ leverage. Using leverage involves special risks and should be considered to be speculative. Leverage exists when a fund achieves the right to a return on a capital base exceeding the amount which was invested. A Claymore ETF that uses or is exposed to leverage creates the potential for greater gains to its unitholders during favourable market conditions and the risk of magnified losses during adverse market conditions. Leverage may also increase the volatility of the net asset value of the Claymore Broad Commodity ETF and Claymore Managed Futures ETF.

Leverage may involve the creation of a liability that does not entail any interest costs or the creation of a liability that requires the Claymore Broad Commodity ETF and Claymore Managed Futures ETF to pay interest or amounts calculated by reference to interest, which will decrease a fund’s total return to its unitholders. If the Claymore Broad Commodity ETF and Claymore Managed Futures ETF achieve their investment objectives, during adverse market conditions, unitholders of these Claymore ETFs may experience a loss greater than they would have incurred had a fund not been leveraged.

Due to the compounding of daily returns and daily rebalancing, an ETF’s returns over periods longer than one day will likely differ in amount and possibly direction from the performance of the specified Index for the same period. Investors should monitor their holdings daily to ensure that it remains consistent with their own investment strategies.

Exchange Traded Products Risk

The Claymore Broad Commodity ETF and Claymore Managed Futures ETF may be exposed to Exchange Traded Products that issue index participation units or that track commodities markets. Subject to regulatory approval, the Claymore Broad Commodity ETF and Claymore Managed Futures ETFs may also be exposed to securities of Exchange Traded Products that are not index participation units. Exchange Traded Products seek to provide returns similar to the performance of a broad market or sector market and may not achieve the same return as the underlying broad market or sector market due to differences in the actual weightings of issuers held directly or indirectly by the Exchange Traded Product versus the weightings in the Auspice Broad Commodity Total Return Index and Guggenheim Managed Futures Index and due to the operating and administrative expenses of the Exchange Traded Product.

Price Limit Risk

Some futures exchanges have regulations that limit the amount of fluctuation that may occur in futures contract prices during a single business day. The maximum or minimum price on a contract on any given day as a result of these limits is referred to as a “limit price”. Once the limit price is reached on a contract, no trades may be made at a price beyond the limit. The limit price may preclude trading or force liquidation of a particular contract at potentially disadvantageous prices or times. Such circumstances could also adversely affect the value of a commodity based Exchange Traded Product, the net asset value of the Claymore Commodity ETFs, and could also disrupt subscription and redemption requests.

Additional Risks Relating to an Investment in the Claymore Natural Gas Commodity ETF

Tracking Risk

The Units of the Claymore Natural Gas Commodity ETF will not track the price of natural gas exactly. The Claymore Natural Gas Commodity ETF tracks the forward purchase value of the AECO physical one month forward price of natural gas, in Canadian dollars. The total return generated by the Units will be reduced by the management fee payable to Claymore and transaction costs and other expenses incurred in operating the Claymore ETF, including any GST payable on the contracts acquired.

Future Prices of Natural Gas Investments May Differ Relative to Their Current Prices and May Result in a Reduced Amount Payable at Maturity or Upon Redemption

The NGX Canadian Natural Gas Index is composed of forward contracts which specify a certain date for the delivery of the underlying physical commodity. As the exchange-traded forward contracts comprising the Index approaches expiration, the prompt or closest expiring contracts are replaced with the deferred or next expiring contracts during the roll period.

In the event that the prices for the deferred month contracts are lower than the prompt month contract, the market for these contracts is generally considered to be in “backwardation” which, subject to the related spot price relative to the unwind price of the commodity futures contract at the time of sale of the contract, could result in a “roll yield”.

In the event that the prices for the deferred month contracts are higher than the prompt month contract, the market for these contracts is generally considered to be in “contango” which could result in a “negative roll yield” and could adversely impact the value of the Index, resulting in a loss to the overall value of the underlying portfolio and reduce the value of the Units payable upon redemption.

Given that there has been a historical tendency for the deferred contract to be priced higher than the prompt forward contract, despite their relative changes in value being very similar, there is a risk that the NAV of the Claymore Natural Gas Commodity ETF will erode compared to the underlying commodity price.

Purchase and Sale of Hedging Instruments

The rolling process of replacing the prompt contract or closest expiring contract with the deferred contract or next expiring contract may cause volatility in the Unit price. Knowing that the Claymore Natural Gas Commodity ETF must roll its forward contracts, market participants may skew the market value of this ETF to its detriment.

Counterparty Credit Risk

The Claymore Natural Gas Commodity ETF will enter into physical forward contracts, futures or swaps with third parties and therefore may experience financial losses in the event that the third party defaults on its obligations under such agreements.

Force Majeure

The cash flow of the Claymore Natural Gas Commodity ETF could be negatively impacted in the event of force majeure. A force majeure clause excuses a party from non-performance under an agreement because of circumstances beyond its control. In the event that a counterparty declares force majeure on a physical natural gas contract, the Claymore Natural Gas Commodity ETF may experience financial losses.

Natural Gas Investments

Natural gas prices have fluctuated widely during recent years and are affected by many factors, including but not limited to, supply and demand, political events, weather, general economic conditions and political

conditions. A decline in natural gas prices could have an adverse effect on the Claymore Natural Gas Commodity ETF.

No Targeted Returns

The Claymore Natural Gas Commodity ETF does not have as an investment objective, a targeted distribution amount or return. The Units are linked to the underlying gas price and are subject to its inherent volatility. The direction of the underlying market will dictate the price direction of the Units of the Claymore Natural Gas Commodity ETF.

Use of Units as a Hedge

Using the Units of the Claymore Natural Gas Commodity ETF to create or decrease natural gas price exposure has inherent risks. Pipeline events, wars, hot or cold weather, hurricanes and other events can skew prices temporarily or in the long term. Investors who use the Claymore Natural Gas Commodity ETF to hedge against the risk of loss must consider the inherent risks in hedging. While hedging can provide protection against adverse movement in market prices, it can also preclude a hedger's opportunity to benefit from favourable market movement. Given that the NAV of the Claymore Natural Gas Commodity ETF and the Units may vary from the spot price from time to time, using the Units as a hedging tool may require adjustment of volume trades based on the dollar value of exposure being hedged or replicated.

Additional Risks Relating to an Investment in the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF

Forward Counterparty Credit Risk

In entering into Forwards, the Claymore Broad Commodity ETF and Claymore Managed Futures ETF will be exposed to the credit risk associated with a Counterparty. Depending upon the relative values of the applicable Index or reference portfolio and the Canadian Share Portfolio, a Claymore ETF's exposure to the credit risk of the Counterparty may be significant. Unitholders will have no recourse or rights against the assets of the Counterparty in respect of a Forward or arising out of a Forward. The Units do not represent an interest in, or an obligation of the Counterparty or any affiliate thereof.

The Counterparty may choose to enter into transactions in order to hedge its exposure under the terms of the Forward to the economic performance of the applicable Indices. There is no assurance that the Counterparty will maintain a hedge or will do so with respect to the full amount or term of the Forward.

Additional Risks Relating to an Investment in the Claymore Premium Money Market ETF, Claymore Canadian Financial Monthly Income ETF and the Claymore Equal Weight Banc & Lifeco ETF

Fixed Income Risk

The value of the securities and/or the temporary investments in cash equivalents that may be made will be affected by changes in the general level of interest rates. Generally, fixed income securities will decrease in value when interest rates rise and increase in value when interest rates decline. The value of the fixed income securities will also be affected by the risk of default in the payment of interest and principal and price changes due to such factors as general economic conditions and the issuers' creditworthiness.

Sensitivity to Interest Rates

The market price of the Units may be affected by the level of interest rates prevailing from time to time. In addition any decrease in the NAV resulting from an increase in interest rates may also negatively affect the market price of the Units. Unitholders will therefore be exposed to the risk that the NAV per Unit or the market price of the Units may be negatively affected by interest rate fluctuations.

Additional Risks Relating to an Investment in the Claymore Canadian Financial Monthly Income ETF

Leverage Risk

FIE may at times incur indebtedness under the FIE Loan Facility in an amount up to 15% of its NAV at any time, including cash and other assets acquired through the borrowings. The indebtedness will be secured by FIE's assets, including the FIE Portfolio. There can be no assurance that such a strategy will enhance returns and, in fact, the strategy may reduce returns. If the securities in the FIE Portfolio suffer a decrease in value, the use of leverage will cause a decrease in the NAV in excess of that which would otherwise be experienced. In the event that the FIE Loan Facility is called by the lender thereunder or exceeds the permitted limit, FIE may be required to liquidate the FIE Portfolio to repay or reduce the indebtedness at a time when the market for the securities in the FIE Portfolio may be depressed, thereby forcing FIE to incur losses.

The interest expense and banking fees incurred in respect of the FIE Loan Facility may exceed the incremental capital gains/losses and income generated by the incremental investments for the FIE Portfolio. In addition, FIE may not be able to renew the FIE Loan Facility on acceptable terms.

Income Trust Risk

Constituent Securities held by FIE may include income trust units. The yields on income trusts units are not assured. Income trusts depend ultimately on the financial performance of the related operating entity and may also be subject to general risks associated with industry, business cycles, commodity prices, interest rates and other economic factors. The market value of income trusts in which FIE invests may materially decline if such income trusts are unable to meet their cash distribution targets in the future. Some of the income trusts in the FIE Portfolio will have limited operating histories. There is a risk that the rules in the Tax Act may change, which could negatively affect the yields of income trust securities in the FIE Portfolio.

Within the income trust sector, investments in real estate investment trusts ("REITS") are subject to the general risks associated with real property investments. Real property investments are affected by various factors including changes in general economic conditions (such as the availability of long-term mortgage funds) and in local conditions (such as oversupply of space or a reduction in demand for real estate in the area), the attractiveness of the properties to tenants, competition from other available space and various other factors.

Within the income trust sector, the operations and financial condition of resource-based issuers, including oil and gas royalty trusts, and the amount of distributions paid on their units, is dependent in part on commodity prices. Prices for commodities will vary and are determined by supply and demand factors, including weather, general conditions and political conditions. A decline in commodity prices could have an adverse effect on the operations and financial conditions of such issuers and the amount of distributions paid on their units. In addition, certain commodity prices are based on a U.S. dollar market price. Accordingly, an increase in the value of the Canadian dollar against the U.S. dollar could reduce the amount of distributions paid on the units of such resource-based issuers.

In addition, certain issuers of income trust units in the FIE Portfolio may be or may become SIFT trusts. See "Risk Factors – General Risks Relating to an Investment in the Claymore ETFs – Taxation of the Claymore ETFs".

Reliance on Manulife Asset Management

The performance of the investments in the FIE Portfolio will also be dependent on Manulife Asset Management, which provides portfolio management services with respect to FIE. There is no certainty that the individuals who are principally responsible for providing administration and portfolio management services to FIE will continue to be employed by Manulife Asset Management.

DISTRIBUTION POLICY

Cash distributions on Units of the Claymore ETFs are expected to be made at least quarterly (if the Claymore ETF has a target distribution policy) and are expected to consist primarily of ordinary income dividends or distributions received by the Claymore ETF less the expenses of the Claymore ETF. As a result of the higher management fees on the Advisor Class Units, any such cash distributions on the Advisor Class Units are expected to be less than the distributions payable on the Common Units.

Claymore Canadian Financial Monthly Income ETF

In accordance with FIE's investment objectives FIE provides Unitholders with a stream of monthly cash distributions. While FIE's objective is to pay \$0.05 per FIE Unit (\$0.60 per annum), currently FIE is paying monthly distributions of \$0.04 per FIE Advisor Class Unit (\$0.48 per annum) and \$0.04 per FIE Common Unit (\$0.48 per annum). FIE makes monthly distributions to Unitholders of record on the last business day of each month (each, a "Distribution Date"). Distributions will be paid no later than the 10th business day of the following month. Distributions on FIE Units are funded primarily from dividends and distributions received by FIE on securities in the FIE Portfolio and through the sale of securities therefrom.

If FIE's net income and net realized capital gains in a year are insufficient to fund the regular distributions, the balance of the regular distributions will constitute a return of capital to Unitholders. Returns of capital are generally non-taxable to a Unitholder but reduce the Unitholder's adjusted cost base of the Units for tax purposes. See "Income Tax Considerations – Taxation of Unitholders - Distributions".

The amount of FIE distributions in any particular calendar month will be determined by the Manager, having regard to the investment objectives of FIE, the net realized capital gains and net income of FIE, if any, during the calendar month and in the year to date, the net realized capital gains and net income of FIE anticipated in the balance of the year and distributions made in previous months. Distributions will be payable to Unitholders of record on the Distribution Date. All distributions will be paid to Unitholders proportionately based on their respective holdings of Units.

Claymore Equal Weight Banc & Lifeco ETF

Cash distributions on CEW Advisor Class Units and CEW Common Units are expected to be made monthly and will be derived from dividends received by CEW on the CEW Portfolio. Such distributions may also include capital gains and returns of capital. CEW will endeavour to provide holders of CEW Common Units and CEW Advisor Class Units with monthly cash distributions targeted to be \$0.04167 (\$0.50 per annum). Currently CEW is paying monthly cash distributions of \$0.021 per CEW Common Unit (\$0.252 per annum) and \$0.0325 per CEW Advisor Class Unit (\$0.39 per annum).

Year-End Distributions

On an annual basis, each Claymore ETF will ensure that all of its income (including income received from special dividends on securities held by that Claymore ETF) and net realized capital gains have been distributed to Unitholders to such an extent that the Claymore ETF will not be liable for ordinary income tax thereon. To the extent that a Claymore ETF has not distributed the full amount of its net income or capital gains in any year, the difference between such amount and the amount actually distributed by the Claymore ETF will be paid as a "reinvested distribution". Reinvested distributions on Units of a class, net of any required withholding, will be reinvested automatically in additional Units of the same class of the Claymore ETF at a price equal to the NAV per Unit of that class of the Claymore ETF and the Units of that class will be immediately consolidated such that the number of outstanding Units following the distribution will equal the number of Units outstanding prior to the distribution. The tax treatment to Unitholders of reinvested distributions is discussed under the heading "Income Tax Considerations".

Distribution Reinvestment Plan

At any time, a Unitholder may elect to participate in the Claymore ETFs distribution reinvestment plan (the “Reinvestment Plan”) by contacting the CDS Participant through which the Unitholder holds its Units. Under the Reinvestment Plan, cash distributions will be used to acquire additional Units of the same class (the “Plan Units”) in the market and will be credited to the account of the Unitholder (the “Plan Participant”) through CDS.

At the Manager’s discretion, upon notice by press release to Unitholders, cash distributions may be automatically reinvested in Units of the Claymore ETF pursuant to the Reinvestment Plan. In such circumstance, a Unitholder may elect to receive distributions in cash by notifying CDS via the applicable CDS Participants through which such Unitholder holds its Units of the Unitholder’s intention not to participate in the Reinvestment Plan. The CDS Participant must, on behalf of such Unitholder, provide a notice to CDS that the Unitholder does not wish to participate in the Reinvestment Plan no later than 4:00 p.m. (Toronto time) on the Business Day immediately prior to the applicable Distribution Record Date (which is any date designated by the Manager as a record date for the determination of Unitholders entitled to receive a Distribution) in respect of the next expected Distribution in which the Unitholder does not wish to participate. CDS shall, in turn, notify the Plan Agent no later than 5:00 p.m. (Toronto time) on the applicable Distribution Record Date that such Unitholder does not wish to participate in the Reinvestment Plan.

Pre-Authorized Cash Contribution

Plan Participants may also make pre-authorized cash contributions under the Reinvestment Plan by notifying their CDS Participants sufficiently in advance of the last business day of a month, calendar quarter or calendar year (“Payment Date”) to allow such CDS Participant to notify the Plan Agent by 5:00 p.m. (Toronto time) on the applicable Payment Date. A Plan Participant may invest a minimum of \$50 and a maximum of \$5,000 per pre-authorized cash contribution no more frequently than monthly.

Distributions due to Plan Participants, along with any pre-authorized cash contributions, will be applied, on behalf of Plan Participants, to purchase Plan Units in the market. Plan Units will be allocated pro rata based on the number of Units held by Plan Participants. Plan Units will be credited for the benefit of Plan Participants to the account of the CDS Participant through whom that Plan Participant holds Units.

Systematic Withdrawal Plan

Under the Reinvestment Plan, Unitholders will also be able to elect to systematically withdraw Units by selling a specific dollar amount of Units (in minimum amounts of \$50 and maximum amounts of \$5,000) owned by such Unitholder in respect of each subsequent Payment Date. A Unitholder may elect to sell Units by notifying the Plan Agent via the applicable CDS Participant through which such Unitholder holds its Units of the Unitholder’s intention to so sell Units. In this regard, the CDS Participant must, on behalf of such Unitholder, (i) provide a systematic withdrawal notice directly to the Plan Agent that the Unitholder wishes to sell Units in this manner until the Claymore ETF is otherwise notified no later than 5:00 p.m. (Toronto time) on the applicable Payment Date for which the Unitholder no longer wishes to sell Units or there remain no further Units to be sold on behalf of such Unitholder, whichever comes first and (ii) specify the specified dollar amount of Units to be sold in respect of each subsequent Payment Date.

A Unitholder who makes pre-authorized cash contributions may not deliver a systematic withdrawal notice under the Reinvestment Plan.

Fractional Units

No fractional Plan Units will be issued under the Reinvestment Plan. Payment in cash for any remaining uninvested funds will be made in lieu of fractional Plan Units by the Plan Agent to CDS or the applicable CDS Participant, on a monthly or quarterly basis, as the case may be. Where applicable, CDS will, in turn, credit the Plan Participant via the applicable CDS Participant.

Amendments, Suspension or Termination of the Reinvestment Plan

Plan Participants will be able to terminate their participation in the Reinvestment Plan as of a particular distribution record date by notifying their CDS Participant sufficiently in advance of that distribution record date to allow such CDS Participant to notify CDS and for CDS to notify the Plan Agent by 4:00 p.m. (Toronto time) on the business day immediately prior to that distribution record date. Beginning on the first distribution payment date after such notice is delivered, distributions to such Unitholders will be in cash. The form of termination notice will be available from CDS Participants and any expenses associated with the preparation and delivery of such termination notice will be for the account of the Plan Participant exercising its rights to terminate participation in the Reinvestment Plan.

The Manager will be able to terminate the Reinvestment Plan, in its sole discretion, upon not less than 30 days' notice to the Plan Participants and the Plan Agent, subject to any required regulatory approval. The Manager will also be able to amend, modify or suspend the Reinvestment Plan at any time in its sole discretion, provided that it complies with certain requirements, gives notice of that amendment, modification or suspension to the Plan Participants and the Plan Agent, subject to any required regulatory approval, which notice may be given by issuing a press release containing a summary description of the amendment or in any other manner the Manager determines to be appropriate.

The Manager may from time to time adopt rules and regulations to facilitate the administration of the Reinvestment Plan. The Manager reserves the right to regulate and interpret the Reinvestment Plan as it deems necessary or desirable to ensure the efficient and equitable operation of the Reinvestment Plan.

Other Provisions

Participation in the Reinvestment Plan is restricted to Unitholders who are residents of Canada for the purposes of the Tax Act. Partnerships (other than "Canadian partnerships" as defined in the Tax Act) are not eligible to participate in the Reinvestment Plan. Upon becoming a non-resident of Canada or a partnership (other than a Canadian partnership), a Plan Participant shall notify its CDS Participant and terminate participation in the Reinvestment Plan immediately.

The automatic reinvestment of the distributions under the Reinvestment Plan will not relieve Plan Participants of any income tax applicable to such distributions. See "Income Tax Considerations".

Each Plan Participant will be provided annually with the information necessary to enable such Unitholder to complete an income tax return with respect to amounts paid or payable by the Claymore ETF to the Unitholder in the preceding taxation year.

PURCHASES OF UNITS

Continuous Distribution

Units of the Claymore ETFs are being issued and sold on a continuous basis and there is no maximum number of Units that may be issued.

Designated Brokers

The Manager, on behalf of each of the Claymore ETFs, has entered into a Designated Broker Agreement with one or more Designated Brokers pursuant to which the Designated Broker agrees to perform certain duties relating to the Claymore ETFs including, without limitation: (i) to subscribe for a sufficient number of Units to satisfy the TSX's original listing requirements; (ii) to subscribe for Units on an ongoing basis in connection with the rebalancing of and adjustments to the applicable Index as described under "Investment Strategies – Rebalancing and Adjustment" and "Investment Strategies – Takeover Bids for Constituent Issuers" and when cash redemptions of Units occur as described under "Exchange and Redemption of Units"; and (iii) to post a liquid two-way market for the trading of Units on the TSX.

The Designated Broker Agreement provides that the Manager may from time to time and, in any event not more than once quarterly, require the Designated Broker to subscribe for Units of a Claymore ETF for cash in a dollar amount not to exceed 0.30% of the NAV of the Claymore ETF. The number of Units issued will be the subscription amount divided by the NAV per Unit next determined following the delivery by the Manager of a subscription notice to the Designated Broker. Payment for the Units must be made by the Designated Broker, and the Units will be issued, by no later than the third Trading Day after the subscription notice has been delivered.

Issuance of Units

To Designated Brokers and Underwriters

All orders to purchase Units directly from the Claymore ETFs must be placed by Designated Brokers or Underwriters. The Claymore ETFs reserve the absolute right to reject any subscription order placed by a Designated Broker or Underwriter. No fees will be payable by a Claymore ETF to a Designated Broker or Underwriter in connection with the issuance of Units. On the issuance of Units, the Manager may, at its discretion, charge an administrative fee to a Designated Broker or Underwriter to offset the expenses (including any applicable TSX additional listing fees) incurred in issuing the Units.

On any Trading Day, a Designated Broker or Underwriter may place a subscription order for the Prescribed Number of Units (or an integral multiple thereof) of a Claymore ETF. If a subscription order is received by: (i) any Claymore ETF (other than the Claymore Commodity ETFs) by 4:00 p.m. (Toronto time) on a Trading Day; (ii) any Claymore Commodity ETF by 12:00 p.m. (Toronto time) on a Trading Day; or (iii) any of the Claymore ETFs by 9:00 a.m. (Toronto time) on any Trading Day that precedes the day on which the relevant Index, CEW Portfolio or FIE Portfolio is to be rebalanced or adjusted, the Claymore ETF will issue to the Designated Broker or Underwriter the Prescribed Number of Units (or an integral multiple thereof) by no later than the third Trading Day after the date on which the subscription order is accepted, provided that payment for such Units has been received.

For each Prescribed Number of Units issued, a Designated Broker or Underwriter must deliver payment consisting of, in the Manager's discretion, (i) one Basket of Securities and cash in an amount sufficient so that the value of the securities and the cash received is equal to the NAV of the Units next determined following the receipt of the subscription order; (ii) cash in an amount equal to the NAV of the Units next determined following the receipt of the subscription order; or (iii) a combination of securities and cash, as determined by the Manager, in an amount sufficient so that the value of the securities and cash received is equal to the NAV of the Units next determined following the receipt of the subscription order.

The Manager will publish the Prescribed Number of Units and Basket of Securities for each Claymore ETF following the close of business on each Trading Day on its website, www.claymoreinvestments.ca. The Manager may, at its discretion, increase or decrease the Prescribed Number of Units from time to time.

To Designated Brokers in Special Circumstances

Units may be issued by a Claymore ETF to Designated Brokers in connection with the rebalancing of and adjustments to the Claymore ETF as described under "Investment Strategies – Rebalancing and Adjustment" and "Investment Strategies – Takeover Bids for Constituent Issuers" and when cash redemptions of Units occur as described above under "Exchange and Redemption of Units – Redemption of Units for Cash".

To Unitholders as Reinvested Distributions

Units may be issued by a Claymore ETF to Unitholders of the Claymore ETF on the automatic reinvestment of special dividends and other reinvested distributions. See "Distribution Policy".

Buying and Selling Units

Investors are able to buy or sell both Common Units and Advisor Class Units of the Claymore ETFs (other than the Conditionally-Approved Claymore ETF) on the TSX through registered brokers and dealers in the province or territory where the investor resides. Accordingly, investors may trade Units in the same way as other securities

listed on the TSX, including by using market orders and limit orders. Investors may incur customary brokerage commissions in buying or selling Units. The Advisor Class Units are designed for purchasers with a broker or registered representative at an investment dealer. The TSX has conditionally approved the listing of the Units of the Conditionally-Approved Claymore ETF subject to the Conditionally-Approved Claymore ETF fulfilling all of the requirements of the TSX on or before December 4, 2011. Subject to the TSX's original listing requirements, the Manager expects that the first issuance of the Units of the Conditionally-Approved Claymore ETF will occur in 2011. The Claymore ETFs issue Units directly to the Designated Brokers and Underwriters.

From time to time as may be agreed by a Claymore ETF and the Designated Brokers and Underwriters, the Designated Brokers and Underwriters may agree to accept Constituent Securities as payment for Units from prospective purchasers.

Investors may also be able to buy and redeem Units directly through brokers and dealers in the province or territory where the investor resides who are members of the investment fund network operated by FundSERV Inc., subject to any required regulatory approval. Units issued and sold through a member of FundSERV Inc. will be priced at the most recently published NAV per Unit of that class of the respective Claymore ETF.

Special Considerations for Unitholders

The provisions of the so-called "early warning" requirements set out in Canadian securities legislation do not apply in connection with the acquisition of Units. In addition, the Claymore ETFs have obtained exemptive relief from the securities regulatory authorities to permit a Unitholder to acquire more than 20% of the Units of any Claymore ETF through purchases on the TSX without regard to the takeover bid requirements of applicable Canadian securities legislation, provided that any such Unitholder, and any person acting jointly or in concert with the Unitholder, undertakes to Claymore not to vote more than 20% of the Units of that Claymore ETF at any meeting of Unitholders.

Under the Universal Market Integrity Rules applicable to trading on the TSX, market participants are generally not permitted to sell securities short unless the price is at or above the last sale price. However, under these rules market participants are permitted to sell Units of any Claymore ETF short and at any price on the TSX without regard to this restriction. The Units of each Claymore ETF are not index participation units within the meaning of NI 81-102. Accordingly, mutual funds may not purchase Units of these Claymore ETFs without regard to the control, concentration or "fund of funds" restrictions of NI 81-102.

The Tax Act contains "mark-to-market" rules applicable to taxpayers that are financial institutions within the meaning of such rules. The "mark-to-market" rules apply to property that falls within the meaning of "tracking property", as defined. The Units may be considered to be "tracking property" and thus "mark-to-market properties" for purposes of the "mark-to-market" rules in the Tax Act. Financial institutions that are subject to the "mark-to-market" rules should consult their own tax advisors about the consequences of purchasing and holding Units.

Non-Resident Unitholders

At no time may (i) non-residents of Canada, (ii) partnerships that are not Canadian partnerships or (iii) a combination of non-residents of Canada and such partnerships (all as defined in the Tax Act) be the beneficial owners of a majority of the Units of either class of a Claymore ETF, and the Manager shall inform the Registrar and Transfer Agent of this restriction. The Manager may require declarations as to the jurisdictions in which a beneficial owner of Units is resident and, if a partnership, its status as a Canadian partnership. If the Manager becomes aware, as a result of requiring such declarations as to beneficial ownership or otherwise, that the beneficial owners of 40% of the Units of a class of a Claymore ETF then outstanding are, or may be, non-residents and/or partnerships that are not Canadian partnerships, or that such a situation is imminent, the Manager may make a public announcement thereof. If the Manager determines that more than 40% of such Units are beneficially held by non-residents and/or partnerships that are not Canadian partnerships, the Manager may send a notice to such non-resident Unitholders and partnerships, chosen in inverse order to the order of acquisition or in such manner as the Manager may consider equitable and practicable, requiring them to sell their Units or a portion thereof within a specified period of not less than 30 days. If the Unitholders receiving such notice have not sold the specified number of Units or provided the Manager with satisfactory evidence that they are not non-residents or partnerships other than Canadian partnerships

within such period, the Manager may on behalf of such Unitholders sell such Units and, in the interim, shall suspend the voting and distribution rights attached to such Units. Upon such sale, the affected holders shall cease to be beneficial holders of Units and their rights shall be limited to receiving the net proceeds of sale of such Units.

Notwithstanding the foregoing, the Manager may determine not to take any of the actions described above if the Manager has been advised by legal counsel that the failure to take any of such actions would not adversely impact the status of the Claymore ETF as a mutual fund trust for purposes of the Tax Act or, alternatively, may take such other action or actions as may be necessary to maintain the status of the Claymore ETF as a mutual fund trust for purposes of the Tax Act.

Registration and Transfer through CDS

Registration of interests in, and transfers of, the Units will be made only through CDS. Units must be purchased, transferred and surrendered for exchange or redemption only through a CDS Participant. All rights of an owner of Units must be exercised through, and all payments or other property to which such owner is entitled will be made or delivered by, CDS or the CDS Participant through which the owner holds such Units. Upon purchase of any Units, the owner will receive only the customary confirmation. References in this prospectus to a holder of Units means, unless the context otherwise requires, the owner of the beneficial interest in such Units.

Neither the Claymore ETFs nor the Manager will have any liability for (i) records maintained by CDS relating to the beneficial interests in the Units or the book entry accounts maintained by CDS; (ii) maintaining, supervising or reviewing any records relating to such beneficial ownership interests; or (iii) any advice or representation made or given by CDS and made or given with respect to the rules and regulations of CDS or any action taken by CDS or at the direction of the CDS Participants.

The ability of a beneficial owner of Units to pledge such Units or otherwise take action with respect to such owner's interest in such Units (other than through a CDS Participant) may be limited due to the lack of a physical certificate.

The Claymore ETFs have the option to terminate registration of the Units through the book-entry only system in which case certificates for Units in fully registered form will be issued to beneficial owners of such Units or to their nominees.

REDEMPTION AND EXCHANGE OF UNITS

Redemption of Units for Cash

On any Trading Day, Unitholders may redeem Units of any Claymore ETF for cash at a redemption price per Unit equal to 95% of the closing price for the Units on the TSX on the effective day of the redemption. Because Unitholders will generally be able to sell Units at the market price on the TSX through a registered broker or dealer subject only to customary brokerage commissions, Unitholders are advised to consult their brokers, dealers or investment advisors before redeeming their Units for cash.

In order for a cash redemption to be effective on a Trading Day, a cash redemption request in the form prescribed by the Manager from time to time must be delivered to the applicable Claymore ETF at its head office by 9:00 a.m. (Toronto time) on that day. If a cash redemption request is not received by 9:00 a.m. (Toronto time) on a Trading Day, the cash redemption request will be effective only on the next Trading Day. Payment of the redemption price will be made by no later than the third Trading Day after the effective day of the redemption. The cash redemption request forms may be obtained from any registered broker or dealer.

Investors that redeem Units prior to the distribution record date for any distribution will not be entitled to receive that distribution.

In connection with the redemption of Units, a Claymore ETF will generally dispose of securities or other assets.

Exchange of Units for Baskets of Securities

On any Trading Day, Unitholders may exchange the Prescribed Number of Units (or an integral multiple thereof) for Baskets of Securities and cash. To effect an exchange of Units, a Unitholder must submit an exchange request in the form prescribed by the Manager from time to time to: (i) any Claymore ETF (other than the Claymore Commodity ETFs) by 4:00 p.m. (Toronto time) on a Trading Day; (ii) any Claymore Commodity ETF by 12:00 p.m. (Toronto time) on a Trading Day; or (iii) any of the Claymore ETFs by 9:00 a.m. (Toronto time) on any Trading Day that precedes a day on which the applicable Index, the CEW Portfolio or the FIE Portfolio, is to be rebalanced or adjusted. The exchange price will be equal to the NAV of the Units on the effective day of the exchange request, payable by delivery of Baskets of Securities (constituted as most recently published prior to the receipt of the exchange request) and cash. The Units will be redeemed in the exchange. The Manager will publish the Prescribed Number of Units and Basket of Securities following the close of business on each Trading Day on its website, www.claymoreinvestments.ca.

If an exchange request is not received by 4:00 p.m. (Toronto time) or 12:00 p.m. (Toronto time) on any Trading Day or 9:00 a.m. (Toronto time) on any Trading Day that precedes the day on which the applicable Index, CEW Portfolio or FIE Portfolio, is to be rebalanced or adjusted), as applicable, the exchange order will be effective only on the next Trading Day. Settlement of exchanges for Baskets of Securities and cash will be made by no later than the third Trading Day after the effective day of the exchange request.

Unitholders should be aware that the NAV per Unit will decline on the date of declaration of any distribution payable in cash on Units. A Unitholder that exchanges Units prior to the applicable distribution record date will not be entitled to receive that distribution.

If Constituent Securities are cease traded at any time by order of a securities regulatory authority or other relevant regulator or stock exchange, the delivery of such securities to a Unitholder on an exchange in the Prescribed Number of Units may be postponed until such time as the transfer of the securities is permitted by law.

Conversion of Units

Unitholders may convert Advisor Class Units into Common Units of the same Claymore ETF or Common Units into Advisor Class Units of the same Claymore ETF, by delivering a notice and surrendering such units by 5:00 p.m. (Toronto time) on any Trading Day and any such Units so surrendered shall be converted on such Trading Day.

For each Common Unit so converted, a holder will receive a number of Advisor Class Units equal to the Net Asset Value per unit of a Common Unit as of the Trading Day divided by the Net Asset Value per Advisor Class Unit as of the Trading Day.

For each Advisor Class Unit so converted, a holder will receive a number of Common Units equal to the Net Asset Value per unit of a Advisor Class Unit as of the Trading Day divided by the Net Asset Value per Common Unit as of the Trading Day.

Unitholders should consult with their own tax advisors about the tax consequences of undertaking a Unit conversion.

Suspension of Exchange and Redemption

The Manager may suspend the redemption of Units or payment of redemption proceeds of a Claymore ETF: (i) during any period when normal trading is suspended on a stock exchange or other market on which securities owned by the Claymore ETF are listed and traded, if these securities represent more than 50% by value or underlying market exposure of the total assets of the Claymore ETF, without allowance for liabilities, and if these securities are not traded on any other exchange that represents a reasonably practical alternative for the Claymore ETF; or (ii) with the prior permission of the securities regulatory authorities where required, for any period not exceeding 30 days during which the Manager determines that conditions exist which render impractical the sale of assets of the Claymore ETF or which impair the ability of the Custodian to determine the value of the assets of the

Claymore ETF. The suspension may apply to all requests for redemption received prior to the suspension but as to which payment has not been made, as well as to all requests received while the suspension is in effect. All Unitholders making such requests shall be advised by the Manager of the suspension and that the redemption will be effected at a price determined on the first Valuation Date following the termination of the suspension. All such Unitholders shall have and shall be advised that they have the right to withdraw their requests for redemption. The suspension shall terminate in any event on the first day on which the condition giving rise to the suspension has ceased to exist, provided that no other condition under which a suspension is authorized then exists. To the extent not inconsistent with official rules and regulations promulgated by any government body having jurisdiction over the Claymore ETFs, any declaration of suspension made by the Manager shall be conclusive.

Costs Associated with Exchange and Redemptions

The Manager may charge to Unitholders, at its discretion, an administrative fee of up to 0.05% of the exchange or redemption proceeds of the Claymore ETF to offset certain transaction costs associated with the exchange or redemption of Units of a Claymore ETF.

Exchange and Redemption of Units through CDS Participants

The exchange and redemption rights described above must be exercised through the CDS Participant through which the owner holds Units. Beneficial owners of Units should ensure that they provide exchange and/or redemption instructions to the CDS Participants through which they hold Units sufficiently in advance of the cut-off times described below to allow such CDS Participants to notify CDS and for CDS to notify the Manager prior to the relevant cut-off time.

Short-Term Trading

The Manager does not believe that it is necessary to impose any short term trading restrictions on the Claymore ETFs at this time as the Claymore ETFs are exchange traded funds that are, or will be primarily, traded in the secondary market.

PRICE RANGE AND TRADING VOLUME OF UNITS

The following tables set forth the market price range and trading volume of the Units of the Claymore ETFs on the TSX for the calendar period indicated.

Claymore Premium Money Market ETF

	<u>Common Units</u>			<u>Advisor Units</u>		
	High	Low	Volume	High	Low	Volume
2009						
November	\$50.01	\$50.00	164,728	-	-	-
December	\$50.01	\$50.00	353,680	\$50.02	\$50.00	5,158
2010						
January	\$50.01	\$50.00	150,034	\$50.00	\$50.00	1,130
February	\$50.01	\$50.00	199,611	-	-	-
March	\$50.02	\$50.00	126,996	\$50.00	\$50.00	1,305
April	\$50.02	\$49.99	242,377	\$50.02	\$50.00	2,850
May	\$50.02	\$50.00	226,257	\$50.02	\$50.00	825
June	\$50.02	\$50.00	264,014	\$50.00	\$50.00	500
July	\$50.02	\$50.00	111,672	\$50.00	\$50.00	486

	<u>Common Units</u>			<u>Advisor Units</u>		
	High	Low	Volume	High	Low	Volume
August	\$50.02	\$50.00	110,701	\$50.00	\$50.00	224
September	\$50.02	\$50.00	254,970	\$50.00	\$50.00	60
October	\$50.02	\$50.00	135,320	\$50.02	\$50.00	4,795
November	\$50.07	\$50.00	303,275	\$50.00	\$50.00	1,350
December	\$50.02	\$50.00	210,769	-	-	-
2011						
January	\$50.03	\$50.00	282,910	\$50.01	\$50.01	1,019
February	\$50.04	\$49.77	228,678	-	-	-
March	\$50.04	\$50.00	689,885	\$50.02	\$50.02	320
April	\$50.05	\$49.99	322,732	\$50.03	\$50.02	4,685
May	\$50.04	\$50.00	85,154	-	-	-
June	\$50.04	\$50.00	332,603	-	-	-
July	\$50.04	\$50.00	145,307	\$50.02	\$50.00	4,760
August	\$50.04	\$50.00	455,151	\$50.02	\$50.02	155
September	\$50.04	\$50.00	253,682	\$50.01	\$50.01	3,700
October	\$50.04	\$50.00	292,682	-	-	-
November 1-25	\$50.04	\$50.00	104,110	\$50.00	\$50.00	120

Claymore Natural Gas Commodity ETF

	<u>Common Units</u>		
	High	Low	Volume
2009			
November	\$5.57	\$4.88	25,324,495
December	\$5.80	\$4.77	23,691,467
2010			
January	\$5.67	\$5.09	17,720,223
February	\$5.45	\$4.69	11,428,506
March	\$4.56	\$3.55	16,108,806
April	\$3.88	\$3.42	22,471,214
May	\$3.79	\$3.43	11,012,279
June	\$4.17	\$3.50	19,679,229
July	\$3.59	\$3.11	13,799,793
August	\$3.26	\$2.70	17,281,366
September	\$3.12	\$2.83	12,796,595
October	\$2.81	\$2.53	14,116,548

	<u>Common Units</u>		
	High	Low	Volume
November	\$2.86	\$2.60	15,383,286
December	\$28.80	\$25.80	1,712,696
2011			
January	\$28.80	\$25.80	1,538,337
February	\$27.00	\$23.50	1,305,839
March	\$27.60	\$23.30	1,435,447
April	\$28.00	\$24.10	1,050,839
May	\$28.90	\$25.31	960,352
June	\$30.00	\$25.69	674,007
July	\$26.39	\$23.90	351,267
August	\$26.00	\$23.70	448,124
September	\$25.71	\$24.05	298,621
October	\$23.75	\$21.69	300,101
November 1-25	\$22.47	\$20.25	281,986

Claymore Broad Commodity ETF

	<u>Common Units⁽¹⁾</u>			<u>Advisor Units⁽¹⁾</u>		
	High	Low	Volume	High	Low	Volume
2010						
October	\$20.76	\$20.05	160,515	\$20.54	\$20.11	3,248
November	\$22.12	\$20.33	777,289	\$22.36	\$20.45	8,640
December	\$22.87	\$21.30	295,122	\$22.52	\$21.76	8,225
2011						
January	\$23.16	\$22.43	249,232	\$23.09	\$22.50	6,320
February	\$24.32	\$23.56	455,961	\$24.26	\$23.50	12,165
March	\$24.78	\$23.28	500,926	\$24.67	\$23.70	21,020
April	\$25.60	\$24.58	300,209	\$25.59	\$24.89	7,755
May	\$25.40	\$23.39	289,023	\$24.60	\$23.37	8,790
June	\$24.42	\$23.24	250,301	\$24.24	\$23.39	6,230
July	\$24.35	\$23.38	304,119	\$24.30	\$23.75	8,575
August	\$24.42	\$23.65	218,480	\$24.04	\$23.78	5,620
September	\$24.43	\$22.68	573,822	\$24.21	\$22.65	9,787
October	\$22.97	\$22.62	135,648	\$22.79	\$22.47	2,605
November 1-25	\$22.93	\$22.53	223,194	\$22.78	\$22.54	2,525

(1) The Units of the Claymore Broad Commodity ETF began trading on October 13, 2010.

Claymore Canadian Financial Monthly Income ETF

	<u>Common Units⁽²⁾</u>			<u>Advisor Units</u>		
	High	Low	Volume	High	Low	Volume
2009						
November	N/A	N/A	N/A	\$6.81	\$6.48	1,218,158
December	N/A	N/A	N/A	\$6.81	\$6.59	881,622
2010						
January	N/A	N/A	N/A	\$6.86	\$6.54	1,152,774
February	N/A	N/A	N/A	\$6.79	\$6.54	1,199,820
March	N/A	N/A	N/A	\$7.21	\$6.78	1,167,621
April	\$7.18	\$7.05	190,821	\$7.16	\$6.98	917,005
May	\$7.10	\$6.70	388,557	\$7.03	\$6.67	1,401,017
June	\$7.06	\$6.48	428,690	\$6.83	\$6.46	929,888
July	\$6.78	\$6.45	344,031	\$6.69	\$6.38	912,279
August	\$6.78	\$6.36	715,344	\$6.70	\$6.33	1,116,657
September	\$6.95	\$6.61	625,048	\$6.78	\$6.54	1,019,530
October	\$6.98	\$6.76	510,076	\$6.87	\$6.70	928,134
November	\$7.00	\$6.75	692,547	\$6.91	\$6.69	727,658
December	\$6.95	\$6.81	558,471	\$6.84	\$6.73	899,759
2011						
January	\$7.03	\$6.88	933,621	\$6.93	\$6.77	879,622
February	\$7.25	\$7.01	822,173	\$7.12	\$6.89	850,812
March	\$7.29	\$7.11	850,318	\$7.16	\$6.98	832,757
April	\$7.30	\$7.09	697,466	\$7.20	\$7.00	645,939
May	\$7.29	\$7.14	777,015	\$7.14	\$7.01	655,949
June	\$7.05	\$6.87	886,852	\$6.97	\$6.77	650,175
July	\$7.04	\$6.70	816,073	\$6.92	\$6.53	647,747
August	\$6.65	\$6.29	1,380,308	\$6.54	\$6.16	1,069,705
September	\$6.59	\$6.21	929,222	\$6.49	\$6.03	555,783
October	\$6.46	\$6.18	802,971	\$6.35	\$6.02	540,028
November 1-25	\$6.35	\$5.90	1,054,583	\$6.23	\$5.73	496,838

(2) The Common Units of the Claymore Canadian Financial Monthly Income ETF began trading on April 16, 2010.

Claymore Equal Weight Banc & Lifeco ETF

	<u>Common Units</u>			<u>Advisor Units</u>		
	High	Low	Volume	High	Low	Volume
2009						
November	\$7.06	\$6.67	564,238	\$6.58	\$6.23	531,854

	<u>Common Units</u>			<u>Advisor Units</u>		
	High	Low	Volume	High	Low	Volume
December	\$7.23	\$6.84	423,959	\$6.65	\$6.23	435,775
2010						
January	\$7.18	\$6.87	442,325	\$6.69	\$6.38	514373
February	\$7.22	\$6.84	307,902	\$6.69	\$6.34	434948
March	\$7.78	\$7.30	592,652	\$7.12	\$6.65	608561
April	\$7.76	\$7.58	369,381	\$7.15	\$6.94	414376
May	\$7.63	\$7.17	486,916	\$7.02	\$6.50	599397
June	\$7.37	\$6.84	297,741	\$6.71	\$6.22	343563
July	\$7.20	\$6.81	222,514	\$6.60	\$6.17	475182
August	\$7.16	\$6.50	255,890	\$6.53	\$5.93	791956
September	\$7.21	\$6.83	279,400	\$6.58	\$6.23	501134
October	\$7.24	\$6.98	289,832	\$6.58	\$6.33	411929
November	\$7.44	\$7.16	226,877	\$6.72	\$6.43	332,931
December	\$7.65	\$7.37	178,172	\$6.88	\$6.65	332,282
2011						
January	\$7.75	\$7.57	325,331	\$6.97	\$6.77	386,253
February	\$8.17	\$7.74	227,702	\$7.29	\$6.98	468,776
March	\$8.22	\$7.90	439,198	\$7.37	\$7.04	570,949
April	\$8.26	\$7.93	239,375	\$7.35	\$7.07	361,281
May	\$8.20	\$7.98	196,761	\$7.30	\$7.09	377,941
June	\$7.89	\$7.66	156,284	\$6.99	\$6.79	386,960
July	\$7.91	\$7.35	141,086	\$7.01	\$6.50	277,522
August	\$7.25	\$6.79	312,533	\$6.40	\$5.95	461,679
September	\$7.13	\$6.52	265,557	\$6.26	\$5.65	415,571
October	\$7.10	\$6.39	259,096	\$6.26	\$5.58	544,805
November 1-25	\$6.84	\$6.07	1,399,192	\$5.95	\$5.29	423,670

INCOME TAX CONSIDERATIONS

In the opinion of Osler, Hoskin & Harcourt LLP, the following is a summary of the principal Canadian federal income tax considerations under the Tax Act for the Claymore ETFs and for a prospective investor in a Claymore ETF who, for the purpose of the Tax Act, is an individual (other than a trust), is resident in Canada, holds Units of the Claymore ETF, and any securities of Constituent Issuers accepted as payment for Units of a Claymore ETF, as capital property, and is not affiliated and deals at arm's length with the Claymore ETF. This summary is based upon the current provisions of the Tax Act and regulations thereunder, the Tax Proposals and counsel's understanding of the current published administrative policies and assessing practices of the CRA publicly available prior to the date hereof. This summary does not take into account or anticipate any other changes in law whether by legislative, administrative or judicial action and it does not take into account provincial, territorial or foreign income tax legislation or considerations, which may differ from the considerations described below.

This summary is of a general nature only and is not exhaustive of all possible income tax considerations. Prospective investors should therefore consult their own tax advisors about their individual circumstances.

This summary is also based on the assumptions that (i) none of the issuers of securities held by a Claymore ETF will be a foreign affiliate of the Claymore ETF or any Unitholder, (ii) none of the securities held by a Claymore ETF will be a “tax shelter investment” within the meaning of section 143.2 of the Tax Act, (iii) none of the securities held by a Claymore ETF will be an interest in a non-resident trust other than an “exempt foreign trust” as defined in certain Tax Proposals relating to non-resident trusts, (iv) none of the securities held by a Claymore ETF will be an interest in a non-resident trust that is deemed to be a controlled foreign affiliate of the Claymore ETF for the purposes of the Tax Act, and (v) no Claymore ETF will enter into any arrangement where the result is a dividend rental arrangement for the purposes of the Tax Act.

Under the SIFT Rules, trusts or partnerships (defined as “SIFT trusts” and “SIFT partnerships”, respectively) the securities of which are listed or traded on a stock exchange or other public market, and that hold one or more “non-portfolio properties” (as defined), are effectively taxed on income and taxable capital gains in respect of such non-portfolio properties at combined rates comparable to the rates that apply to income earned and distributed by Canadian corporations. Distributions of such income received by unitholders of SIFT trusts (and allocations of such income made to members of SIFT partnerships) are treated as eligible dividends from a taxable Canadian corporation.

The SIFT Rules could affect a Claymore ETF and its Unitholders to the extent that an issuer of Constituent Securities held by such Claymore ETF, or to which a Claymore ETF has economic exposure, is a SIFT trust or SIFT partnership to which the SIFT Rules apply. In addition, the SIFT Rules could affect a Claymore ETF and its Unitholders to the extent that the Claymore ETF is itself a SIFT trust to which the SIFT Rules apply, and the Claymore ETF earns income from non-portfolio property or taxable capital gains from the disposition of “non-portfolio property”. The Claymore ETFs are subject to investment restrictions intended to restrict their ability to hold “non-portfolio property”. If a Claymore ETF is considered to be a SIFT trust, “non portfolio earnings” of such Claymore ETF will be subject to the tax under the SIFT Rules when such amounts are distributed by such Claymore ETF to Unitholders and such distributions will be treated in the hands of Unitholders as eligible dividends from a taxable Canadian corporation. This summary assumes that at no time will any of the Claymore ETFs be a SIFT trust.

Status of the Claymore ETFs

This summary is based on the assumption that each Claymore ETF will comply at all material times with the conditions set out in the Tax Act and otherwise so as to qualify as a “mutual fund trust” as defined in the Tax Act. Counsel is advised that each of the Claymore ETFs has qualified, or is anticipated to qualify (as the case may be), as a “mutual fund trust” under the Tax Act at all material times. If a Claymore ETF does not qualify as a “mutual fund trust” under the Tax Act, the income tax consequences would differ materially from those described below.

In the opinion of counsel, provided that a Claymore ETF qualifies as a mutual fund trust within the meaning of the Tax Act, or the Units of the Claymore ETFs are listed on a “designated stock exchange” within the meaning of the Tax Act (which currently includes the TSX), such Units will be qualified investments for trusts governed by registered retirement savings plans, registered retirement income funds, deferred profit sharing plans, registered disability savings plans, registered education savings plans and tax-free savings accounts (collectively, “Registered Plans”). Holders of tax-free savings accounts (and, pursuant to changes to the Tax Act proposed in Bill C-13, which received Second Reading in the Senate on November 24, 2011, annuitants of registered retirement savings plans and registered retirement income funds) should consult their own tax advisors to ensure Units of a Claymore ETF would not be a “prohibited investment” (for purposes of the Tax Act and such proposed changes) in their particular circumstances.

In the case of an exchange of Units of a Claymore ETF for a Basket of Securities of the Claymore ETF, the investor will receive securities. The securities received by an investor as a result of an exchange of Units may or may not be qualified investments for Registered Plans. Investors should consult their own tax counsel for advice on whether or not such securities would be qualified investments for Registered Plans.

Taxation of the Claymore ETFs

A Claymore ETF will include in computing its income taxable distributions received or deemed to be received on securities held by it, including any special dividends, the taxable portion of capital gains realized by the Claymore ETF on the disposition of securities held by it, and income earned by any securities lending activity. Under the SIFT Rules, certain income earned by issuers of Constituent Securities that are SIFT trusts or SIFT partnerships, when such income is distributed or allocated to a Claymore ETF, would be treated as eligible dividends from a taxable Canadian corporation. The Declaration of Trust or Trust Agreement (as the case may be) governing each of the Claymore ETFs requires that the Claymore ETF distribute its net income and net realized capital gains, if any, for each taxation year of the Claymore ETF to Unitholders to such an extent that the Claymore ETF will not be liable in any taxation year for ordinary income tax (after taking into account any applicable losses of the Claymore ETF and any capital gains refunds to which the Claymore ETF is entitled). If in a taxation year the income for tax purposes of a Claymore ETF exceeds the cash available for distribution by the Claymore ETF, such as in the case of the receipt by the Claymore ETF of special dividends, the Claymore ETF will distribute its income through a payment of reinvested distributions.

The Claymore ETFs are subject to the suspended loss rules contained in the Tax Act. A loss realized on a disposition of capital property is considered to be a suspended loss when a Claymore ETF acquires a property (a “substituted property”) that is the same or identical to the property disposed of, within 30 days before and 30 days after the disposition and the Claymore ETF owns the substituted property 30 days after the original disposition. If a loss is suspended, the applicable Claymore ETF cannot deduct the loss from the Claymore ETF’s capital gains until the substituted property is sold and is not reacquired within 30 days before and after the sale.

On October 31, 2003 the Department of Finance (Canada) announced a Tax Proposal relating to the deductibility of losses under the Tax Act which is supposed to apply for all taxation years beginning after 2004. Under this Tax Proposal, a taxpayer will be considered to have a loss from a business or property for a taxation year only if, in that year, it is reasonable to assume that the taxpayer will realize a cumulative profit from the business or property during the time that the taxpayer has carried on, or can reasonably be expected to carry on, the business or has held, or can reasonably be expected to hold, the property. Profit, for this purpose, does not include capital gains or capital losses. If such Tax Proposal were to apply to a Claymore ETF, certain losses of the Claymore ETF could be limited. On February 23, 2005 the Minister of Finance (Canada) announced that an alternative proposal to replace such Tax Proposal would be released for comment. No such alternative proposal has been released as of the date hereof. There can be no assurance that such alternative proposal will not adversely affect a Claymore ETF.

In determining the income of a Claymore ETF, gains or losses realized upon dispositions of securities in which the Claymore ETF has invested will constitute capital gains or capital losses of the Claymore ETF in the year realized unless the Claymore ETF is considered to be trading or dealing in securities or otherwise carrying on a business of buying and selling securities or the Claymore ETF has acquired the securities in a transaction or transactions considered to be an adventure or concern in the nature of trade. The Manager has advised counsel that each Claymore ETF has elected or will elect (as the case may be) in accordance with the Tax Act to have each of its “Canadian securities” (as defined in the Tax Act) treated as capital property. Such election will ensure that gains or losses realized by a Claymore ETF on the disposition of Canadian securities are taxed as capital gains or capital losses.

The Manager has advised counsel that, generally, each Claymore ETF will include gains and deduct losses on income account in connection with investments made through derivative securities, except where such derivatives are used to hedge, and are sufficiently linked with, securities held on capital account, and will recognize such gains or losses for tax purposes at the time they are realized by the Claymore ETF.

A Claymore ETF will be entitled for each taxation year throughout which it is a mutual fund trust to reduce (or receive a refund in respect of) its liability, if any, for tax on its net realized capital gains by an amount determined under the Tax Act based on the redemptions of its Units during the year (“capital gains refund”). The capital gains refund in a particular taxation year may not completely offset the tax liability of the Claymore ETF for such taxation year which may arise upon the sale of its investments in connection with redemptions of Units.

Each Claymore ETF is required to compute its income and gains for tax purposes in Canadian dollars. Therefore, the amount of income, cost, proceeds of disposition and other amounts in respect of investments that are

not Canadian dollar denominated will be affected by fluctuations in the exchange rate of the Canadian dollar against the relevant foreign currency.

Tax Treatment of the Forwards

The Forward-using Claymore ETFs will not realize any income, gain or loss as a result of entering into the Forwards. Provided that the Canadian Share Portfolio of each Forward-using Claymore ETF consists of “Canadian securities” within the meaning of the Tax Act and the Forward-using Claymore ETF elects in accordance with the Tax Act to have each of its Canadian securities treated as capital property, gains or losses realized by the Forward-using Claymore ETF on the sale of Canadian securities will be taxed as capital gains or capital losses. If the obligations of the Forward-using Claymore ETF and the Counterparty under a Forward are settled by making cash payments, a payment made or received by the relevant Forward-using Claymore ETF may be treated as an income outlay or receipt, as applicable. If a Forward-using Claymore ETF delivers securities in the Canadian Share Portfolio to the Counterparty in satisfaction of its obligations under the Forward and receives a payment from the Counterparty equal to the price stipulated in the Forward, the Forward-using Claymore ETF will realize a capital gain (or capital loss) equal to the amount by which such purchase price (less reasonable costs of disposition) exceeds (or is less than) the aggregate adjusted cost base of such securities.

If, contrary to the advice of counsel to the Forward-using Claymore ETFs or as a result of a change of law, upon physical settlement of a Forward the classification of the gain under the Forward is treated other than as a capital gain on the sale of common shares thereunder, after-tax returns to holders of Units of the Forward-using Claymore ETFs could be reduced and the Forward-using Claymore ETFs could be subject to non-refundable income tax from such transactions.

No portion of the Forward price payable to a Forward-using Claymore ETF will constitute income from a foreign source. Accordingly, Unitholders will not be able to claim foreign tax credits in respect any portion of the Forward price calculated by reference to income from foreign securities included in the applicable Index.

Taxation of Unitholders

Distributions

A Unitholder will be required to include in the Unitholder’s income for tax purposes for any year the amount of net income and the taxable portion of the net taxable capital gains of the Claymore ETF, if any, paid or payable to the Unitholder in the year and deducted by the Claymore ETF in computing its income, whether or not such amounts are reinvested in additional Units, including in the case of Unitholders who receive Management Fee Distributions to the extent they are paid out of net income and net taxable capital gains of the Claymore ETF.

The non-taxable portion of any net realized capital gains of a Claymore ETF that is paid or payable to a Unitholder in a taxation year will not be included in computing the Unitholder’s income for the year and, provided appropriate designations are made by the Claymore ETF, will not reduce the adjusted cost base of the Unitholder’s Units of that Claymore ETF. Any other non-taxable distribution, such as a return of capital, will reduce the Unitholder’s adjusted cost base. To the extent that a Unitholder’s adjusted cost base would otherwise be a negative amount, the negative amount will be deemed to be a capital gain realized by the Unitholder and the Unitholder’s adjusted cost base will be nil immediately thereafter.

Each Claymore ETF will designate to the extent permitted by the Tax Act the portion of the net income distributed to Unitholders as may reasonably be considered to consist of, respectively, (i) taxable dividends (including eligible dividends) received or considered to be received by the Claymore ETF on shares of taxable Canadian corporations and (ii) net taxable capital gains realized or considered to be realized by the Claymore ETF. Any such designated amount will be deemed for tax purposes to be received or realized by Unitholders in the year as a taxable dividend (including an eligible dividend) and as a taxable capital gain, respectively. The dividend gross-up and tax credit treatment normally applicable to taxable dividends (including eligible dividends) paid by a taxable Canadian corporation will apply to amounts designated by the applicable Claymore ETF as such taxable dividends. Capital gains so designated will be subject to the general rules relating to the taxation of capital gains described below. In addition, each Claymore ETF will make designations in respect of the income from foreign sources, if

any, so that Unitholders may be able to claim a foreign tax credit in accordance with the provisions of and subject to the general limitations under the Tax Act for a portion of foreign tax, if any, paid by the Claymore ETF. Any loss of a Claymore ETF for purposes of the Tax Act cannot be allocated to, and cannot be treated as a loss of, the Unitholders of such Claymore ETF.

Composition of Distributions

Unitholders will be informed each year of the composition of the amounts distributed to them, including amounts in respect of both cash and reinvested distributions. This information will indicate whether distributions are to be treated as ordinary income, taxable dividends (including eligible dividends), taxable capital gains, non-taxable amounts, foreign source income, and as to foreign tax deemed paid by the Unitholder as those items are applicable.

Tax Implications of the Claymore ETFs' Distribution Policy

When an investor purchases Units, a portion of the price paid may reflect income or capital gains accrued or realized before such person acquired such Units. When these amounts are payable to such Unitholder as distributions, they must be included in the Unitholder's income for tax purposes subject to the provisions of the Tax Act, even though the Claymore ETF earned or accrued these amounts before the Unitholder owned the Units. This may particularly be the case if Units are purchased near year-end before the final year-end distributions have been made or in the year of the Claymore ETF's termination.

Disposition of Units

Upon the actual or deemed disposition of a Unit, including the exchange or redemption of a Unit, a capital gain (or a capital loss) will generally be realized by the Unitholder to the extent that the proceeds of disposition of the Unit exceed (or are less than) the aggregate of the adjusted cost base to the Unitholder of the Unit and any reasonable costs of disposition. In general, the adjusted cost base of all Units of a class of a particular Claymore ETF held by the Unitholder is the total amount paid for the Units (including brokerage commissions paid and the amount of reinvested distributions), regardless of when the investor bought them, less any non-taxable distributions (other than the non-taxable portion of capital gains) such as a return of capital and less the adjusted cost base of any Units of that class of that Claymore ETF previously disposed of by the Unitholder. For the purpose of determining the adjusted cost base of Units to a Unitholder, when Units are acquired, the cost of the newly acquired Units will be averaged with the adjusted cost base of all Units owned by the Unitholder as capital property immediately before that time.

Where Units of a Claymore ETF are exchanged by the redeeming Unitholder for Baskets of Securities, the proceeds of disposition to the Unitholder of the Units will be equal to the fair market value of the Baskets of Securities so received, plus the amount of any cash received on the exchange, and less any capital gain or income realized by the Claymore ETF as a result of the transfer of those Baskets of Securities which has been designated by the Claymore ETF to the Unitholder. Where income or a capital gain realized by the Claymore ETF as a result of the transfer of Baskets of Securities on the redemption of Units has been designated by the Claymore ETF to a redeeming Unitholder, the Unitholder will be required to include in income the income or taxable portion of the capital gain so designated. The cost for tax purposes of securities acquired by a redeeming Unitholder on the exchange or redemption of Units will generally be the fair market value of such securities at that time.

Where Securities of Constituent Issuers are Accepted as Payment for Units of a Claymore ETF

Where securities of Constituent Issuers are accepted as payment for Units acquired by a Unitholder, such Unitholder will generally realize a capital gain (or capital loss) in the taxation year of the Unitholder in which the disposition of such securities takes place to the extent that the proceeds of disposition for such securities, net of any reasonable costs of disposition, exceed (or are less than) the adjusted cost base of such securities to the Unitholder. For this purpose, the proceeds of disposition to the Unitholder will equal the aggregate of the fair market value of the Units received and the amount of any cash received in lieu of fractional Units. The cost to a Unitholder of Units so acquired will be equal to the fair market value of the securities of the Constituent Issuers disposed of in exchange for such Units at the time of disposition less any cash received in lieu of fractional Units, which sum would

generally be equal to or would approximate the fair market value of the Units received as consideration for the securities of Constituent Issuers. In computing the adjusted cost base of a Unit so acquired by a Unitholder, the cost of such Unit must be averaged with the adjusted cost base of any other Units then held by that Unitholder as capital property.

Taxation of Capital Gains and Capital Losses

One-half of any capital gain realized by an investor and the amount of any net taxable capital gains realized or considered to be realized by a Claymore ETF and designated by the Claymore ETF in respect of an investor will be included in the investor's income as a taxable capital gain. One-half of a capital loss will be an allowable capital loss realized by an investor that may be deducted from taxable capital gains subject to and in accordance with detailed rules in the Tax Act.

Taxation of Registered Plans

In general, the amount of a distribution paid or payable to a Registered Plan from a Claymore ETF and gains realized by a Registered Plan on a disposition of a Unit will not be taxable under the Tax Act. As is the case for all investments held in Registered Plans, amounts withdrawn from a Registered Plan (other than from a tax-free savings account or a return of contributions from a registered education savings plan or certain withdrawals from a registered disability savings plan) will generally be subject to tax.

ORGANIZATION AND MANAGEMENT DETAILS

Officers and Directors of the Trustee and Manager

The name and municipality of residence of each of the directors and senior officers of Claymore, the Trustee and Manager of the Claymore ETFs, and their principal occupations are as follows:

Name and Municipality of Residence	Position with Manager	Principal Occupation
SOM SEIF Toronto, Ontario	Chairman, Chief Executive Officer, Chief Compliance Officer, President and Director	Chairman, Chief Executive Officer, Chief Compliance Officer, President and Director, Claymore Investments, Inc.
BRUCE ALBELDA Hinsdale, Illinois	Chief Financial Officer and Director	Chief Financial Officer, Director, Guggenheim Funds Services Group, Inc.
CHUCK R. CRAIG Naperville, Illinois	Chief Investment Officer	Managing Director, Guggenheim Funds Services Group, Inc.
JEFFREY D. LOGAN Barrie, Ontario	Vice President and Director	Vice President, Claymore Investments, Inc.
KEVIN M. ROBINSON Oak Park, Illinois	Secretary	General Counsel and Corporate Secretary, Guggenheim Funds Services Group, Inc.

The directors of Claymore serve until their successors are elected or appointed. The directors of Claymore have served as directors since being first elected as follows: Som Seif was elected on January 4, 2005; Bruce Albelda was elected on January 22, 2007; Jeffrey D. Logan was elected on October 19, 2010.

The following is a brief description of the background of the directors and officers of the Manager:

Som Seif, CFA, Chairman, Chief Executive Officer, Chief Compliance Officer, President and Director

Som is responsible for running the operations of Claymore and its business development and corporate strategies. Prior to joining Claymore in December 2004, Som was an investment banker with RBC Capital Markets,

where he worked since 1999. Som played a key role in developing the structured products group at RBC Capital Markets in both Canada and the U.S., where he structured and raised capital for both Canadian and U.S. asset managers. Som is a Chartered Financial Analyst and has a Bachelor of Applied Science with an emphasis on Industrial and Systems Engineering from the University of Toronto.

Bruce Albelda, Chief Financial Officer and Director

Bruce heads Claymore's corporate finance team. Before joining Claymore, Bruce served as Chief Financial Officer for Cantata Technology, a privately-funded telecommunications company formed through the merger of Excel Switching Corporation and Brooktrout Technology. Additionally, Bruce served as Chief Financial Officer for Airslide Systems, a wireless infrastructure company and began his career in the Boston and Toronto offices of Bain & Company, an international management consulting firm. Bruce graduated cum laude from Williams College with a bachelors degree in Economics and earned his MBA from the Wharton School at the University of Pennsylvania.

Chuck R. Craig, CFA, Chief Investment Officer

Chuck serves as a portfolio manager and oversees the screening, selection and development of several of Claymore's ETFs while also providing valuable market insight and analysis to Claymore. Chuck previously served as Assistant Vice President of Equity Strategy Research at First Trust Portfolios. Chuck received an Masters of Science degree in Financial Markets at the Illinois Institute of Technology, a Bachelor of Science in Finance from Northern Illinois University, holds the Chartered Financial Analyst designation and is Series 7, 24, 53, 63 and 65 registered. He served for eight years in the U.S. Air Force, including six years at the White House Communications Agency, where he served three U.S. Presidents.

Jeffrey D. Logan, Vice President and Director

Since joining Claymore in 2005, Jeffrey has played key roles in Claymore's fund administration, operations, and product development. He is now focused on developing and maintaining strategic relationships for the firm. Prior to joining Claymore, Jeffrey spent over seven years at RBC Financial Group where he held several positions focused on investment funds. He started his career in financial services with Scotiabank in 1996. Jeffrey is a graduate of the University of Western Ontario.

Kevin M. Robinson, Secretary

As General Counsel of Guggenheim Funds Services Group, Inc. (formerly Claymore Group Inc.), parent company of Claymore, Kevin oversees the firm's legal, compliance and governance efforts. Kevin was most recently at NYSE Euronext, Inc., where he acted as Associate General Counsel for its Corporate Practice Group. He previously worked at ABN Amro Inc., where he was responsible for corporate and regulatory matters, and he served as Senior Counsel in the Enforcement Division of the U.S. Securities and Exchange Commission. Kevin earned a JD from the University of Iowa College of Law, and a BA from Coe College. He is a member of the American Bar Association, the American Corporate Counsel Association and the Society of Corporate Secretaries and Governance Professionals.

Trustee and Manager

Claymore, a registered investment counsel and portfolio manager, is the trustee and manager of the Claymore ETFs and is responsible for the administration of the Claymore ETFs.

Currently, Claymore acts as the manager for the following TSX-listed closed end investment funds:

Big Bank Big Oil Split Corp. (TSX: BBO, BBO.PR.A)
Claymore Silver Bullion Trust (TSX: SVR.UN)

In addition, Claymore currently acts as the manager for the following TSX-listed exchange-traded funds:

Claymore Canadian Fundamental Index ETF (TSX:CRQ)

Claymore US Fundamental Index ETF (TSX:CLU)
 Claymore International Fundamental Index ETF (TSX:CIE)
 Claymore Japan Fundamental Index ETF C\$ hedged (TSX:CJP)
 Claymore S&P/TSX Canadian Dividend ETF (TSX:CDZ)
 Claymore Global Monthly Advantaged Dividend ETF (TSX:CYH)
 Claymore Canadian Financial Monthly Income ETF (TSX:FIE)
 Claymore BRIC ETF (TSX:CBQ)
 Claymore Oil Sands Sector ETF (TSX:CLO)
 Claymore Global Real Estate ETF (TSX:CGR)
 Claymore Global Infrastructure ETF (TSX:CIF)
 Claymore S&P Global Water ETF (TSX:CWW)
 Claymore S&P/TSX Global Mining ETF (TSX:CMW)
 Claymore Global Agriculture ETF (TSX: COW)
 Claymore Equal Weight Banc & Lifeco ETF (TSX:CEW)
 Claymore S&P/TSX CDN Preferred Share ETF (TSX:CPD)
 Claymore 1-5 Yr Laddered Government Bond ETF (TSX:CLF)
 Claymore 1-5 Yr Laddered Corporate Bond ETF (TSX:CBO)
 Claymore Premium Money Market ETF (TSX:CMR)
 Claymore Balanced Income CorePortfolio™ ETF (TSX:CBD)
 Claymore Balanced Growth CorePortfolio™ ETF (TSX:CBN)
 Claymore Natural Gas Commodity ETF (TSX:GAS)
 Claymore Broad Emerging Markets ETF (TSX: CWO)
 Claymore Advantaged Canadian Bond ETF (TSX: CAB)
 Claymore Advantaged High Yield Bond ETF (TSX: CHB)
 Claymore Gold Bullion ETF (TSX: CGL.C)
 Claymore Inverse 10 Yr Government Bond ETF (TSX: CIB)
 Claymore China ETF (TSX: CHI)
 Claymore Broad Commodity ETF (TSX: CBR)
 Claymore Advantaged Short Duration High Income ETF (TSX: CSD/CSD.U)
 Claymore Advantaged Convertible Bond ETF
 Claymore S&P US Dividend Growers ETF
 Claymore 1-10 Yr Laddered Government Bond ETF
 Claymore 1-10 Yr Laddered Corporate Bond ETF

Claymore, which, as of September 30, 2011 had \$6.7 billion in assets under management, is a wholly owned subsidiary of Guggenheim Funds Services Group, Inc. (formerly Claymore Group Inc.), a financial services and asset management company based in the Chicago, Illinois area and is an indirect subsidiary of Guggenheim Partners LLC (“Guggenheim”) a global diversified financial services fund that has in excess of \$100 billion in assets under supervision. Guggenheim, through its affiliates, provides investment management, investment advisory insurance, investment banking and capital market services.

Duties and Services to be Provided by the Trustee and Manager

Pursuant to the Declaration of Trust and Trust Agreement, Claymore is the manager and trustee of each of the Claymore ETFs and, as such, is responsible for providing managerial, administrative and compliance services to the Claymore ETFs including acquiring securities on behalf of the Claymore ETFs and for providing or arranging for required administrative services to the Claymore ETFs including, without limitation: authorizing the payment of operating expenses incurred on behalf of the Claymore ETFs; preparing financial statements and financial and accounting information as required by the Claymore ETFs; ensuring that Unitholders are provided with financial statements (including interim and annual financial statements) and other reports as are required by applicable law from time to time; ensuring that the Claymore ETFs comply with regulatory requirements and applicable stock exchange listing requirements; preparing the Claymore ETFs’ reports to Unitholders and the securities regulatory authorities; determining the amount of distributions to be made by the Claymore ETFs and negotiating contractual agreements with third party providers of services, including Index Providers, Designated Brokers, the Custodian, the Registrar and Transfer Agent, the Plan Agent, auditors and printers; and arranging for any payment required on or about the Termination Date of FIE.

Claymore is required to exercise its powers and discharge its duties honestly, in good faith and in the best interests of Unitholders, and in connection therewith, to exercise the degree of care, diligence and skill that a reasonably prudent trustee and manager would exercise in similar circumstances.

Claymore may resign as trustee and/or manager of any of the Claymore ETFs upon 60 days' notice to the Unitholders. If the Manager resigns it may appoint its successor but, unless its successor is an affiliate of the Manager, its successor must be approved by the Unitholders. If the Manager is in material default of its obligations under the Declaration of Trust or Trust Agreement and such default has not been cured within 30 days after notice of same has been given to the Manager, the Unitholders may remove the Manager and appoint a successor trustee and/or manager.

Claymore is entitled to fees for its services as Manager under the Trust Agreement and Declaration of Trust as described under "Fees and Expenses – Management Fee". In addition, Claymore and each of its directors, officers, employees and agents will be indemnified by each of the Claymore ETFs for all liabilities, costs and expenses incurred in connection with any action, suit or proceeding that is proposed or commenced or other claim that is made against Claymore or any of its officers, directors, employees or agents in the exercise of its duties thereunder, if they do not result from Claymore's wilful misconduct, bad faith, negligence or breach of its obligations under the Trust Agreement or Declaration of Trust.

The management and trustee services of Claymore under the Trust Agreement or Declaration of Trust are not exclusive and nothing in the Trust Agreement or Declaration of Trust prevents Claymore from providing similar services to other investment funds and other clients (whether or not their investment objectives and policies are similar to those of the Claymore ETFs) or from engaging in other activities.

Investment Advisor

Claymore is the investment advisor of the Claymore ETFs. For further information regarding Claymore see "Organization and Management Details".

Auspice

Auspice has been appointed as the investment sub-advisor to Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed pursuant to an investment advisory agreement dated February 6, 2008, as amended from time to time (the "Auspice Investment Advisory Agreement"). The principal office of Auspice is located in Calgary, Alberta.

Auspice is a registered Portfolio Manager and Commodity Trading Manager and is registered as a Commodity Trading Advisor with the National Futures Association. Auspice's core expertise is the design and execution of systematic trading strategies, and managing commodity risk.

Officers and Directors of Auspice

The name, municipalities of residence and position of the senior officers and directors of Auspice principally responsible for providing advice to Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed are as follows:

Name and Municipality of Residence

Tim Pickering
Calgary, Alberta

Ken Corner
Calgary, Alberta

Position with Auspice

President and Chief Executive Officer since November, 2005. Before that he was Vice President, Option Trading North America of Shell Trading Gas and Power (April, 1999 to January, 2005).

Chief Operating Officer since February, 2006. Before that he was Vice President, Option Trading of TD Securities Inc. (September, 2005 to February, 2006); and Director of Trading, Shell Trading Gas and Power (November, 2000 to

Name and Municipality of Residence**Position with Auspice**

September, 2005).

The team at Auspice is led by two veteran commodity professionals, Tim Pickering and Ken Corner. The team has over 15 years pure trading and risk management experience. Their background consists of trading over-the-counter and exchange-traded derivatives in energy, commodity, currency, and interest rates. Tim Pickering, president of Auspice, held previous senior trading roles at TD Securities Inc. and Shell Trading (Vice President, Options Trading North America). The team has specific expertise in trading and risk management of natural gas focused on the Canadian physical and derivative market.

Details of the Auspice Investment Advisory Agreement

The services provided by Auspice pursuant to the Investment Advisory Agreement include making investment decisions for Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed in accordance with the investment objectives, strategies and restrictions of the Claymore ETF or Index portfolio, as applicable.

Under the Auspice Investment Advisory Agreement, Auspice covenants to act at all times on a basis which is fair and reasonable to the Manager, Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed, to act honestly and in good faith with a view to the best interests of the Claymore Natural Gas Commodity ETF and the Index portfolio to which Claymore Broad Commodity ETF is exposed and, in connection therewith, to exercise the degree of care, diligence and skill that a reasonably prudent portfolio manager would exercise in similar circumstances. The Auspice Investment Advisory Agreement provides that Auspice will not be liable in any way for any default, failure or defect in any of the securities of or any of the hedging or other activities undertaken on behalf of Claymore Natural Gas Commodity ETF or in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed if it has satisfied the duties and the standard of care, diligence and skill set forth above. The Auspice Investment Advisory Agreement also requires Claymore Natural Gas Commodity ETF and the Index portfolio to indemnify Auspice and its officers, members, employees and affiliates (collectively, the “Indemnified Persons”), out of their respective assets only, against all liabilities, losses and expenses incurred by any of them in connection with any matter relating thereto provided that the Indemnified Person shall not be indemnified to the extent that any such liability, loss or expense has been caused by the bad faith, wilful misconduct, negligence, breach of its standard of care or disregard of its duties set out in the Auspice Investment Advisory Agreement.

The Manager is responsible for payment of the investment management fees of Auspice out of the Manager’s fees. See “Fees and Expenses”.

The services of Auspice and its officers and directors are not exclusive to Claymore. Auspice, or any member of Auspice, may serve as an investment manager for other investment vehicles with similar investment objectives as the Claymore Natural Gas Commodity ETF and in respect of the Index portfolio to which Claymore Broad Commodity ETF is exposed and may at certain times be simultaneously seeking to purchase or dispose of investments for their respective accounts and any similar entity for which any member of Auspice serves as manager or advisor and for their other clients or affiliates. In such circumstances the quantity of a security available at the same price may be insufficient to satisfy the requirements of every client, or the quantity of a security to be sold may be too large to be completed at the same time. Similarly, new issues of a security may be insufficient to satisfy the total requirements of all clients. Under such conditions, Auspice will allocate among clients, insofar as it is possible, such purchases and sales in accordance with their respective trade allocation policies in effect from time to time, generally on a pro rata basis. See “Risk Factors – General Risks Relating to an Investment in the Claymore ETFs”.

Security Investors, LLC

Security Investors, LLC has been appointed as an investment advisor in respect of the Index portfolio to which the Claymore Managed Futures ETF has exposure pursuant to an investment advisory agreement (the “Security Investors Investment Advisory Agreement”). The principal office of Security Investors, LLC is located in at 40 East 52nd Street, 16th Floor, New York, New York, 10022.

Security Investors is registered with the US Securities and Exchange Commission as an investment adviser and is exempt from registration with the US Commodity Futures Trading Commission as a commodity pool operator and commodity trading advisor. Security Investors, LLC is a forward thinking index provider with over 25 years experience with trend following implementations and/or developing systematic investments.

Security Investors is not registered in Canada to provide the advice described above and all or substantially all of the assets of Security Investors are situated outside of Canada, such that there may be difficulty enforcing legal rights against Security Investors.

Officers and Directors of Security Investors, LLC

The names, municipalities of residence and positions of the senior officers and directors of Security Investors, LLC principally responsible for providing advice in respect of the Index portfolio to which the Claymore Managed Futures ETF is exposed are as follows:

Name and Municipality of Residence	Position with Security Investors
Mike Byrum, Rockville, MD	Senior Vice President and CIO, Quantitative Strategies
Heiko Ebens, New York, NY	Director of Research

Details of the Security Investors Investment Advisory Agreement

The services provided by Security Investors pursuant to the Security Investors Investment Advisory Agreement include making investment decisions in respect of the Index portfolio to which the Claymore Managed Futures ETF has exposure in accordance with the investment objectives, strategies and restrictions relating to the portfolio.

Under the Security Investors Investment Advisory Agreement, Security Investors covenants to act at all times on a basis which is fair and reasonable to the Manager and in respect of the Index portfolio to which the Claymore Managed Futures ETF has exposure, to act honestly and in good faith with a view to the best interests of the Index portfolio and, in connection therewith, to exercise the degree of care, diligence and skill that a reasonably prudent portfolio manager would exercise in similar circumstances. The Security Investors Investment Advisory Agreement provides that Security Investors will not be liable in any way for any default, failure or defect in any of the securities of or any of the hedging or other activities undertaken on behalf of the Index portfolio if it has satisfied the duties and the standard of care, diligence and skill set forth above. Under the Security Investors Investment Advisory Agreement, Security Investors and its officers, members, employees and affiliates (collectively, the “Indemnified Persons”) will be indemnified out of the assets of the Index Portfolio only, against all liabilities, losses and expenses incurred by any of them in connection with any matter relating thereto, provided that the Indemnified Person shall not be indemnified to the extent that any such liability, loss or expense has been caused by the bad faith, wilful misconduct, negligence, breach of its standard of care or disregard of its duties set out in the Security Investors Investment Advisory Agreement.

The Manager is responsible for payment of the investment management fees of Security Investors out of the Manager’s fees. See “Fees and Expenses”.

The services of Security Investors and its officers and directors are not exclusive to Claymore. Security Investors, or any member of Security Investors, may serve as an investment manager for other investment vehicles with similar investment objectives as the Index Portfolio and may at certain times be simultaneously seeking to purchase or dispose of investments for their respective accounts, the Index Portfolio, any similar entity for which any member of Security Investors serves as manager or advisor and for their other clients or affiliates. In such circumstances the quantity of a security available at the same price may be insufficient to satisfy the requirements of every client, or the quantity of a security to be sold may be too large to be completed at the same time. Similarly, new issues of a security may be insufficient to satisfy the total requirements of all clients. Under such conditions, Security Investors will allocate among clients, insofar as it is possible, such purchases and sales in accordance with their respective trade allocation policies in effect from time to time, generally on a pro rata basis. See “Risk Factors – General Risks Relating to an Investment in the Claymore ETFs”.

Manulife Asset Management

Manulife Asset Management Limited has been appointed as investment sub-advisor to FIE. The principal office of Manulife Asset Management is located in Toronto, Ontario.

Officers and Directors of Manulife Asset Management

Robert Lutzko, CFA, of Oakville, Ontario, Vice President, Quantitative Research & Risk Analytics, will be primarily responsible for the services provided by Manulife Asset Management in respect of the FIE Portfolio.

Robert Lutzko is Vice President at Manulife Asset Management, responsible for quantitative research and portfolio risk analytics for Manulife Asset Management's equity portfolios. Prior to joining Manulife Asset Management, Robert was head of U.S. Equities at Ontario's Workplace Safety and Insurance Board, where he managed both large-and small-cap investments. Robert also worked at Ontario Municipal Employees Retirement System, one of Canada's largest pension plans. Robert holds the Chartered Financial Analyst designation.

Details of the FIE Investment Advisory Agreement

Manulife Asset Management provides investment advisory services to FIE with respect to the FIE Portfolio pursuant to an amended and restated investment advisory agreement (the "FIE Investment Advisory Agreement") dated as of August 6, 2009 between the Manager and Manulife Asset Management.

Under the FIE Investment Advisory Agreement, Manulife Asset Management covenants to act at all times on a basis which is fair and reasonable to the Manager and FIE, to act honestly and in good faith with a view to the best interests of FIE and, in connection therewith, to exercise the degree of care, diligence and skill that a reasonably prudent portfolio manager would exercise in similar circumstances. The FIE Investment Advisory Agreement provides that Manulife Asset Management will not be liable in any way to the parties indemnified under the FIE Investment Advisory Agreement for any default, failure or defect in any of the securities comprising the FIE Portfolio if it satisfied the standard of care, diligence and skill set forth above. The FIE Investment Advisory Agreement further provides that Manulife Asset Management will not be liable for any losses in the NAV of FIE if it has satisfied the standard of care, diligence and skill set forth above. Pursuant to the FIE Investment Advisory Agreement, Manulife Asset Management and its officers, directors and employees shall be indemnified, from the assets of FIE, against all losses (other than loss of profits), expenses and liabilities incurred by any of them in connection with any matter relating to their respective duties under the FIE Investment Advisory Agreement, unless any such indemnified person is finally adjudicated to have committed a material breach or default of its obligations under the FIE Investment Advisory Agreement or an act or omission involving wilful misfeasance, bad faith, negligence or reckless disregard of such person's duties under the FIE Investment Advisory Agreement.

The FIE Investment Advisory Agreement, unless terminated as described below, will continue until the Termination Date (defined under "Termination of the Claymore ETFs – Claymore Canadian Financial Monthly Income ETF"). Manulife Asset Management may terminate the FIE Investment Advisory Agreement, without payment of any penalty, including in the following circumstances: (i) upon 90 days' notice; (ii) in the event that the Manager is in material breach of the FIE Investment Advisory Agreement and the material breach has not been cured within 20 business days' notice thereof to the Manager; (iii) if there is a material change in the investment objectives, strategies and/or restrictions of FIE to which Manulife Asset Management has not previously agreed; (iv) if there is a dissolution and commencement of winding-up of FIE; (v) if FIE becomes bankrupt or insolvent or makes a general assignment for the benefit of its creditors or a receiver is appointed in respect of FIE or a substantial portion of its assets; or (vi) if the assets of FIE become subject to seizure or confiscation by any public or governmental organization.

The Manager may terminate the FIE Investment Advisory Agreement, without payment of any penalty, including in the following circumstances: (i) upon 60 days' notice; (ii) in the event that Manulife Asset Management is in material breach of the FIE Investment Advisory Agreement and the material breach has not been cured within 20 business days' notice thereof to Manulife Asset Management; (iii) if there is a dissolution and commencement of winding-up of Manulife Asset Management; (iv) if Manulife Asset Management becomes bankrupt or insolvent or makes a general assignment for the benefit of the creditors or a receiver is appointed in respect of Manulife Asset

Management or a substantial portion of the assets of Manulife Asset Management; (v) if the assets of Manulife Asset Management become subject to seizure or confiscation by any public or governmental organization; (vi) if Manulife Asset Management has lost any registration, license or other authorization or cannot rely on an exemption therefrom required by Manulife Asset Management for it to perform the services delegated to it thereunder; or (vii) if Manulife Asset Management has breached its standard of care or acted with wilful misconduct, fraud or negligence and as a result of such action there has been a material adverse effect on the FIE Portfolio or FIE.

The FIE Investment Advisory Agreement will not be subject to termination under clause (ii) in the preceding paragraph if a material breach by Manulife Asset Management cannot be cured within 20 business days' notice thereof but Manulife Asset Management commences the cure within the 20 business day period and completes the cure within 45 days of such notice. In addition, if Manulife Asset Management purchases or sells a security for the FIE Portfolio or takes any other action with respect to the assets of the FIE Portfolio that through inadvertence violates any investment strategy or restriction set forth in the FIE Investment Advisory Agreement and the violation has or will have a material adverse effect on the Portfolio, then it will not be considered a material breach for purposes of the termination right in clause (ii) in the preceding paragraph if Manulife Asset Management takes action that returns the FIE Portfolio to compliance with such investment strategy or restriction within the cure period described above, as the same may be extended by agreement in writing by all the parties to the FIE Investment Advisory Agreement.

In the event that the FIE Investment Advisory Agreement is terminated as provided above, the Manager shall promptly appoint one or more successor investment advisors to carry out the activities of Manulife Asset Management until a meeting of Unitholders is held to confirm such appointment.

The Manager is responsible for payment of the investment management fees of Manulife Asset Management out of the Manager's fees. See "Fees and Expenses".

The services of Manulife Asset Management and its officers and directors are not exclusive to FIE. Manulife Asset Management, or any member of Manulife Asset Management, may serve as an investment manager for other investment vehicles with similar investment objectives as FIE and may at certain times be simultaneously seeking to purchase or dispose of investments for their respective accounts, FIE, any similar entity for which any member of Manulife Asset Management serves as manager or advisor and for their other clients or affiliates. In such circumstances the quantity of a security available at the same price may be insufficient to satisfy the requirements of every client, or the quantity of a security to be sold may be too large to be completed at the same time. Similarly, new issues of a security may be insufficient to satisfy the total requirements of all clients. Under such conditions, Manulife Asset Management will allocate among clients, insofar as it is possible, such purchases or sales in accordance with their respective trade allocation policies in effect from time to time, generally on a pro rata basis. See "Risk Factors – General Risks relating to an Investment in the Claymore ETFs"

Conflicts of Interest

The directors and officers of Claymore may be directors, officers, shareholders or Unitholders of one or more issuers in which the Claymore ETFs may acquire securities. Claymore and its affiliates may be managers or portfolio managers of one or more issuers in which the Claymore ETFs may acquire securities and may be managers of portfolio managers of funds that invest in the same securities as the Claymore ETFs.

Independent Review Committee

The Manager is advised by an advisory board which also constitutes the IRC for the Claymore ETFs under NI 81-107. The advisory board consists of three members, each of whom is 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 the member's judgment.

However, the advisory board members may be members of the advisory boards or independent review committees of other investment funds managed by Claymore. The advisory board provides independent advice to the Manager to assist it in performing its services under the Declaration of Trust or Trust Agreement. The members of the advisory board are required to act honestly and in good faith in the best interests of the Claymore ETFs and

the Unitholders, and in connection therewith will exercise the degree of care, diligence and skill that a reasonably prudent person would exercise in comparable circumstances.

The Manager reports to the advisory board on the operation and performance of the Claymore ETFs on a quarterly basis, including with respect to compliance with the investment objective and strategy and material contracts of the Claymore ETFs as amended from time to time.

Under NI 81-107, the Manager refers all conflict of interest matters to the IRC for review or approval. The Manager has established written policies and procedures for dealing with conflict of interest matters, will maintain records in respect of these matters and will provide assistance to the IRC in carrying out its functions. The IRC is subject to requirements to conduct regular assessments and provide reports to the Claymore ETFs and to Unitholders in respect of its functions.

The IRC prepares a report at least annually of its activities for Unitholders which is available through the Manager's website at www.claymoreinvestments.ca, or upon request by a Unitholder at no cost, by contacting the Manager at info@claymoreinvestments.ca.

All fees and expenses of the advisory board incurred in connection with its duties with respect to the Claymore ETFs will be paid by the Claymore ETFs and the advisory board will have the authority to retain, at the expense of the Claymore ETFs, 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 Claymore ETFs, except in cases of wilful misconduct, bad faith, negligence or breach of their standard of care. The advisory board members are not responsible for the investments made by the Claymore ETFs, or for the performance of the Claymore ETFs.

The following table sets forth the names of the members of the IRC and advisory board of the Claymore ETFs:

Name and Municipality of Residence

RANDALL C. BARNES
Naperville, Illinois

ROMAN FRIEDRICH III
Vancouver, British Columbia

DOUGLAS G. HALL
Halifax, Nova Scotia

The Claymore ETFs pay the fees and expenses of their IRC. Expenses of the IRC include premiums for insurance coverage, legal fees, travel expenses and reasonable out-of-pocket expenses. The compensation for the members of the IRC is currently set at a retainer of \$80,000 per annum for each member of the IRC to serve on the IRC of all Claymore ETFs and other exchange-traded and closed-end fund managed by Claymore. Compensation paid to the Chairman of the IRC is the same as that paid to the other IRC members. The Claymore ETFs do not pay the IRC any meeting fees.

Custodian

CIBC Mellon Trust Company is Custodian of the assets of the Claymore ETFs pursuant to a Custodian Agreement and also carries out, on behalf of Claymore, certain aspects of the day to day administration of such Claymore ETFs, including calculating NAV, net income and net realized capital gains of such Claymore ETFs and maintaining the books and records of such Claymore ETFs. The principal office of CIBC Mellon Trust Company is located in Toronto at 320 Bay Street, M5H 4A6.

The Custodian is entitled to receive fees from the Claymore ETFs as described under “Fees and Expenses” and to be reimbursed for all expenses and liabilities which are properly incurred by the Custodian in connection with the activities of the Claymore ETFs.

Auditors

The auditors of the Claymore ETFs is Ernst & Young LLP, Chartered Accountants, Licensed Public Accountants, at 222 Bay Street, Toronto, Ontario.

Promoter

Claymore has taken the initiative in founding and organizing the Claymore Broad Commodity ETF and the Claymore Managed Futures ETF, accordingly, may be considered to be the promoter within the meaning of securities legislation of certain provinces and territories of Canada. Claymore, in its capacity as trustee and manager of the Claymore ETFs, receives compensation from the Claymore ETFs. See “Fees and Expenses”.

Transfer Agent and Registrar

Equity Financial Trust Company at its office in Toronto, Ontario, is the registrar and transfer agent for the Units of the Claymore ETFs. The register of the Claymore ETFs is kept in Toronto.

Accounting and Reporting

A Claymore ETF’s fiscal year is the calendar year or such other fiscal period permitted under the Tax Act as the Claymore ETF elects. The annual financial statements of a Claymore ETF shall be audited by the Claymore ETF’s auditors in accordance with Canadian generally accepted auditing standards. The auditors will be asked to report on the fair presentation of the annual financial statements in accordance with Canadian generally accepted accounting principles. The Manager will ensure that the Claymore ETF complies with all applicable reporting and administrative requirements.

The Manager will keep adequate books and records reflecting the activities of the Claymore ETFs. A Unitholder or his or her duly authorized representative has the right to examine the books and records of the applicable Claymore ETF during normal business hours at the offices of the Manager. Notwithstanding the foregoing, a Unitholder shall not have access to any information that, in the opinion of the Manager, should be kept confidential in the interests of the Claymore ETFs.

CALCULATION OF NET ASSET VALUE

The NAV and NAV per Unit for each class of a Claymore ETF will be calculated by the Manager as of the Valuation Time on each Valuation Date. The NAV of each class of Units of a Claymore ETF on a particular date will be equal to the aggregate value of the assets of that Claymore ETF allocated to the class pro rata less the aggregate value of the liabilities of that Claymore ETF including any income, net realized capital gains or other amounts payable to Unitholders on or before such date allocated to the class pro rata and the value of the liabilities of that Claymore ETF for management fees allocated solely to the class, expressed in Canadian dollars at the applicable exchange rate on such date. The NAV per Unit of a class on any day will be obtained by dividing the NAV of that class on such day by the number of Units of that class then outstanding.

Reporting of Net Asset Value

The Manager will publish the NAV and NAV per Unit of each class for each Claymore ETF following the Valuation Time on the Valuation Date on its website, www.claymoreinvestments.ca.

Valuation Policies and Procedures

In calculating the NAV of each Claymore ETF the following procedures will be taken into account:

- the value of any cash on hand or on deposit, prepaid expenses, cash dividends and other distributions declared and interest accrued and not yet received, shall be deemed to be the face amount thereof, unless the Manager determines that any such asset is not worth the face amount thereof, in which event the value thereof shall be deemed to be such value as the Manager determines to be the fair value thereof;
- bonds, debentures and other debt securities shall be valued by taking the average of the bid and ask prices at the Valuation Time on the Valuation Date;
- any security that is listed or dealt in on a stock exchange shall be valued at the sale price last reported at the Valuation Time on the Valuation Date on the principal stock exchange on which such security is traded, or, if no sale price is available at that time, the last closing price quoted for the security, but if bid and ask quotes are available, at the average of the latest bid and asked price rather than at the last quoted closing price (or such other price or value as Canadian securities legislation or Canadian generally accepted accounting principles shall require);
- any security purchased, the purchase price of which has not been paid, shall be included for valuation purposes as a security held, and the purchase price, including brokers' commissions and other expenses, shall be treated as a liability of the Claymore ETF;
- any security sold but not delivered, pending receipt of the proceeds, shall be valued at the net sale price;
- illiquid securities shall be valued at fair market value as determined by the Manager using valuation techniques commonly used by market participants;
- the value of any futures contract or forward contract shall be the gain or loss with respect thereto that would be realized if, at the Valuation Time, the position in the futures contract, or the forward contract, as the case may be, were to be closed out unless daily limits are in effect in which case fair value shall be based on the current market value of the underlying interest;
- if any investment cannot be valued under the foregoing rules or if the foregoing rules are at any time considered by the Manager to be inappropriate under the circumstances, then, notwithstanding the foregoing rules, the Manager shall make such valuation as it considers fair and reasonable;
- the value of all assets of the Claymore ETF quoted or valued in terms of foreign currency, the value of all funds on deposit and contractual obligations payable to the Claymore ETF in foreign currency and the value of all liabilities and contractual obligations payable by the Claymore ETF in foreign currency shall be determined using the applicable rate of exchange current at, or as nearly as practicable to, the applicable date on which NAV is determined; and
- estimated expenses of the Claymore ETF shall be accrued to the date as of which the NAV is being determined.

Each portfolio transaction will be reflected in the calculation of NAV per Unit no later than the calculation of NAV per Unit next made after the date on which the transaction becomes binding. The issue of Units will be reflected in the calculation of NAV per Unit next made after the issue date for such Units, which may be up to three Trading Days after the date that the subscription order for such Units is accepted. The exchange or redemption of Units will be reflected in the calculation of NAV per Unit next made after the exchange request or redemption request is accepted.

Canadian generally accepted accounting principles ("Canadian GAAP") require that the fair value of long positions in financial instruments (specifically securities held by a Claymore ETF that are actively traded) be measured based on the bid price for the security instead of the closing price or last sale price of the security for the day. This requirement is reflected in the reported value of Claymore ETF's investments in its annual and interim financial statements, as these financial statements are prepared in accordance with Canadian GAAP. However, in accordance with National Instrument 81-106 Investment Fund Continuous Disclosure the fair value of a security used to determine the daily NAV per Unit of a Claymore ETF for subscription orders, exchanges or redemptions is

based on the Claymore ETF's valuation principles, as set out above, which are not the same as the Canadian GAAP requirements.

ATTRIBUTES OF THE UNITS

Description of the Securities Distributed

Each of the Claymore ETFs (other than the Claymore Natural Gas Commodity ETF) is authorized to issue an unlimited number of redeemable, transferable units designated as Common Units and the Advisor Class Units, each of which represents an equal, undivided interest in the net assets of that Claymore ETF. Claymore Natural Gas Commodity ETF is authorized to issue an unlimited number of units designated as Common Units, each of which represents an equal, undivided interest in the net assets of that Claymore ETF. In addition, each of the Claymore ETFs may create a separate institutional class of units that is intended to be offered directly to investors on a private placement or prospectus exempt basis.

On December 16, 2004, the Trust Beneficiaries' Liability, 2004 (Ontario) came into force. This statute provides that holders of units of a trust are not, as beneficiaries, liable for any default, obligation or liability of the trust if, when the default occurs or the liability arises: (i) the trust is a reporting issuer under the Securities Act (Ontario); and (ii) the trust is governed by the laws of Ontario. Alberta has similar legislation. Each of the Claymore ETFs is or will be a reporting issuer under the Securities Act (Ontario) prior to the initial issuance of Units and each Claymore ETF is governed by the laws of Ontario or Alberta, as the case may be, by virtue of the provisions of the Declaration of Trust and the Trust Agreement.

Certain Provisions of the Units

All Units of each class of a Claymore ETF have equal rights and privileges. Each whole Unit of a class is entitled to one vote at all meetings of Unitholders and is entitled to participate equally with respect to any and all distributions made by a Claymore ETF to unitholders of that class, other than Management Fee Distributions, including distributions of net income and net realized capital gains and distributions upon the termination of the Claymore ETF. Units are issued only as fully paid and are non-assessable.

Exchange of Units for Baskets of Securities

On any Trading Day, Unitholders may exchange the Prescribed Number of Units (or an integral multiple thereof) for Baskets of Securities and cash. See "Redemption and Exchange of Units – Exchange of Units for Baskets of Securities".

Redemption of Units for Cash

On any Trading Day, Unitholders may redeem Units of any Claymore ETF for cash at a redemption price per Unit equal to 95% of the closing price for the Units on the TSX on the effective day of the redemption. See "Redemption and Exchange of Units – Redemption of Units for Cash".

Conversion of Units

Unitholders may convert Advisor Class Units into Common Units of the same Claymore ETF or Common Units into Advisor Class Units of the same Claymore ETF. See "Redemption and Exchange of Units – Conversion of Units".

Exercise of Voting Rights over Baskets of Securities

A Unitholder holding a minimum of a Prescribed Number of Units may instruct a Claymore ETF, on 15 Trading Days notice, to give the Unitholder a signed proxy with respect to any meeting of holders of Constituent Securities of the Index held by that Claymore ETF. Such proxy will entitle the Unitholder to exercise the applicable voting rights, if any, for the applicable portion of the Constituent Securities held by the Claymore ETF based on the Constituent Securities underlying the number of Units held by the Unitholder. Instructions must be given for each

meeting of securityholders of a Constituent Issuer. Eligible Unitholders must take the initiative to exercise this right as no reminders of this right will be sent to them. Eligible Unitholders will be required to certify to the applicable Claymore ETF either that the Unitholder is the beneficial owner of the Units held in the Unitholder's name, or that the proxy will be exercised or otherwise dealt with in accordance with the instructions of such beneficial owner.

Unitholders holding less than the Prescribed Number of Units of a Claymore ETF will not have any right to vote securities held by that Claymore ETF.

Modification of Terms

The Manager may amend the Declaration of Trust or Trust Agreement from time to time to redesignate the name of a Claymore ETF or to create a new class of Units of a Claymore ETF without notice to existing Unitholders of the Claymore ETFs, unless such amendment in some way affects the existing Unitholders' rights or the value of their investment.

All other rights attached to the Units of a Claymore ETF may only be modified, amended or varied in accordance with the terms of the Declaration of Trust or Trust Agreement. See "Unitholder Matters – Amendments to the Declaration of Trust".

UNITHOLDER MATTERS

Meeting of Unitholders

Except as otherwise required by law, meetings of Unitholders of a Claymore ETF will be held if called by the Manager upon written notice of not less than 21 days nor more than fifty 50 days before the meeting.

Matters Requiring Unitholders Approval

NI 81-102 requires a meeting of Unitholders of a Claymore ETF to be called to approve certain changes as follows:

- (i) the basis of the calculation of a fee or expense that is charged to the Claymore ETF is changed in a way that could result in an increase in charges to the Claymore ETF, except where:
 - (a) the Claymore ETF is at arm's length with the person or company charging the fee;
 - (b) the Unitholders have received at least 60 days' notice before the effective date of the change; and
 - (c) the right to notice described in (b) is disclosed in the prospectus of the Claymore ETF;
- (ii) the introduction of a fee or expense, to be charged to an Claymore ETF or directly to its Unitholders by the Claymore ETF or the Manager in connection with the holding of Units of the Claymore ETF that could result in an increase in charges to the Claymore ETF or its Unitholders;
- (iii) the Manager is changed, unless the new manager of the Claymore ETF is an affiliate of the Manager;
- (iv) the fundamental investment objective of the Claymore ETF is changed;
- (v) the Claymore ETF decreases the frequency of the calculation of its net asset value per Unit;
- (vi) the Claymore ETF undertakes a reorganization with, or transfers its assets to, another mutual fund, if the Claymore ETF ceases to continue after the reorganization or transfer of assets and the transaction results in the Unitholders of the Claymore ETF becoming securityholders in the other mutual fund, unless:

- (a) the IRC of the Claymore ETF has approved the change;
 - (b) the Claymore ETF is being reorganized with, or its assets are being transferred to, another mutual fund that is managed by the Manager, or an affiliate of the Manager;
 - (c) the Unitholders have received at least 60 days' notice before the effective date of the change;
 - (d) the right to notice described in (c) is disclosed in the prospectus of the Claymore ETF; and
 - (e) the transaction complies with certain other requirements of applicable securities legislation;
- (vii) the Claymore ETF undertakes a reorganization with, or acquires assets from, another mutual fund, if the Claymore ETF continues after the reorganization or acquisition of assets, the transaction results in the securityholders of the other mutual fund becoming Unitholders of the Claymore ETF, and the transaction would be a material change to the Claymore ETF; or
- (viii) any matter which is required by the constitutive documents of the Claymore ETF or by the laws applicable to the Claymore ETF or by any agreement to be submitted to a vote of the Unitholders of the Claymore ETF.

In addition, the auditors of a Claymore ETF may not be changed unless:

- (i) the IRC of the Claymore ETF has approved the change; and
- (ii) Unitholders have received at least 60 days' notice before the effective date of the change.

Approval of Unitholders of a Claymore ETF will be deemed to have been given if expressed by resolution passed at a meeting of Unitholders of the Claymore ETF duly called and held for the purpose of considering same, by at least a majority of the votes cast.

Amendments to the Declaration of Trust or Trust Agreement

The Manager may amend the Declaration of Trust or Trust Agreement of a Claymore ETF from time to time but may not, without the approval of at least a two-thirds majority of the votes of Unitholders of the Claymore ETF voting at a meeting of Unitholders duly called for such purpose:

- (i) change the fundamental investment objective of the Claymore ETF;
- (ii) increase the amount of fees and expenses for which the Claymore ETF will be responsible in any year;
- (iii) change the voting rights of Unitholders; or
- (iv) change the right of Unitholders to exercise voting rights over Baskets of Securities, as described under "Attributes of the Units – Certain Provisions of the Units – Exercise of Voting Rights over Baskets of Securities".

Unitholders are entitled to one vote per whole Unit held on the record date established for voting at any meeting of Unitholders.

Permitted Mergers

A Claymore ETF may, without Unitholders' approval, enter into a merger or other similar transaction which has the effect of combining the funds or their assets (a "Permitted Merger") with any other investment fund or funds that have investment objectives that are similar to the Claymore ETF's Portfolio, subject to:

- (a) approval of the merger by the Claymore ETF's IRC;
- (b) compliance with certain merger pre-approval conditions set out in section 5.6 of NI 81-102; and
- (c) written notice to Unitholders at least 60 days before the effective date of the merger.

In connection with a Permitted Merger, the merging funds will be valued at their respective net asset values for the purpose of such transaction.

Reporting to Unitholders

The Manager, on behalf of each Claymore ETF, will furnish to each Unitholder of that Claymore ETF, unaudited semi-annual financial statements for that Claymore ETF within 60 days of the end of each semi-annual period and audited annual financial statements for that Claymore ETF within 90 days of the end of each financial year. Both the semi-annual and the annual financial statements of each Claymore ETF will contain a statement of net assets, a statement of operations, a statement of changes in net assets, a statement of cashflows and a statement of investment portfolio, where applicable. The semi-annual and the annual financial statements of each Claymore ETF will also disclose the minimum and maximum levels of leverage, if any, experienced by that Claymore ETF in the period covered by such statements, together with a brief explanation of how that Claymore ETF uses leverage and the significance of the minimum and maximum levels of leverage to that Claymore ETF.

Any tax information necessary for Unitholders to prepare their annual federal income tax returns will also be distributed to them within 90 days after the end of each financial year of the Claymore ETFs. The NAV per Unit of each Claymore ETF will be determined by the Manager on each Valuation Date and will usually be published daily in the financial press and at www.claymoreinvestments.ca.

TERMINATION OF THE CLAYMORE ETFs

A Claymore ETF may be terminated by the Manager upon not less than 60 days' notice to Unitholders of such termination and the Manager will issue a press release in advance thereof. The Manager may also terminate a Claymore ETF in the event that the Index Provider ceases to calculate the Index or the respective Licence Agreement is terminated, as described above under "Investment Objectives – The Indices – Termination of the Indices". Upon such termination the Constituent Securities, cash and other assets remaining after paying or providing for all liabilities and obligations of the Claymore ETF shall be distributed pro rata among the Unitholders of the Claymore ETF.

The rights of Unitholders to exchange and redeem Units described under "Redemption and Exchange of Units" will cease as and from the date of termination of that Claymore ETF.

Claymore Canadian Financial Monthly Income ETF

FIE will terminate on September 30, 2015 (the "Termination Date"), whereupon any non-cash assets of FIE will be liquidated, and the net assets of FIE will be distributed to Unitholders unless Unitholders determine to continue FIE by a majority of the votes cast at a meeting of its Unitholders called for such purpose. Immediately prior to the Termination Date, the Manager will, to the extent possible, convert the assets of FIE to cash and after paying or making adequate provision for all of FIE's liabilities, distribute the net assets of FIE to its Unitholders as soon as practicable after the Termination Date. If a meeting of its Unitholders is to be held to extend FIE, it must be held at least 30 days prior to the then scheduled Termination Date.

If the term of FIE is extended beyond the Termination Date, FIE Unitholders may redeem their Units on the Termination Date for the NAV per Unit as of that date.

RELATIONSHIP BETWEEN THE CLAYMORE ETFs AND UNDERWRITERS

The Manager, on behalf of the Claymore ETFs, may enter into various Underwriting Agreements with registered dealers (that may or may not be Designated Brokers) pursuant to which the Underwriters may subscribe for Units of one or more of the Claymore ETFs as described under “Purchases of Units – Issuance of Units”.

PROXY VOTING GUIDELINES

The Manager does not intend to vote proxies in respect of securities held by the Claymore ETFs (other than FIE) because their investment portfolios consist primarily of debt securities or are not actively managed and are determined based on the composition of the applicable Index.

With respect to FIE, the Manager has delegated the right and obligation to vote proxies relating to the securities in the FIE Portfolio to Manulife Asset Management as part of Manulife Asset Management’s portfolio management responsibilities. Manulife Asset Management has established proxy voting guidelines (the “Proxy Guidelines”) that provide that Manulife Asset Management will vote the securities in the FIE Portfolio in the best interests of FIE. The Proxy Guidelines provide that routine, uncontested matters in annual proxies will generally be voted in accordance with management’s recommendations. However, more complex non-routine matters will generally be decided on a case-by-case basis such as: reorganization, restructurings, some merger and acquisition proposals, related party transactions and any compensation plan or significant changes in capital structure.

The Proxy Guidelines also provide procedures for dealing with potential conflicts of interest, consultation with the Manager from time to time regarding how to vote the affected securities and the engagement of an independent fiduciary to provide proxy voting services.

The Proxy Guidelines provide that Manulife Asset Management and the Manager will maintain records of all votes cast by the Claymore ETFs. The Manager will publish these records on an annual basis on its website at www.claymoreinvestments.ca, in accordance with the Canadian securities legislation.

MATERIAL CONTRACTS

The following contracts can reasonably be regarded as material to purchasers of Units:

- the Declarations of Trust and Trust Agreement, as applicable;
- the Custodian Agreement;
- the NGX Canadian Natural Gas Index Licence Agreement;
- the FIE Investment Advisory Agreement;
- the Auspice Investment Advisor Agreement;
- the Index License Agreement between Claymore and Security Investors in respect of the Guggenheim Managed Futures Index; and
- the Security Investors Investment Advisor Agreement;

Copies of the agreements referred to above may be inspected during business hours at the principal office of the Manager.

Licence Agreements

NGX Canadian Natural Gas Index

Claymore is permitted to use the NGX Canadian Natural Gas Index and certain trademarks in connection with the Claymore Natural Gas Commodity ETF, pursuant to the Licence Agreement entered into between Claymore and NGX effective December 1, 2007 (the “NGX Index Licence Agreement”) as amended.

THE CLAYMORE NATURAL GAS COMMODITY ETF IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY NATURAL GAS EXCHANGE INC., ITS AFFILIATES (INCLUDING TSX GROUP INC. AND TSX INC.) OR THIRD PARTY DATA SUPPLIERS (COLLECTIVELY, “NGX”). NGX MAKES NO REPRESENTATION, CONDITION OR WARRANTY, EXPRESS OR IMPLIED, TO THE OWNERS OF THE CLAYMORE NATURAL GAS COMMODITY ETF OR ANY MEMBER OF THE PUBLIC REGARDING THE ADVISABILITY OF INVESTING IN SECURITIES GENERALLY OR IN THE CLAYMORE NATURAL GAS COMMODITY ETF PARTICULARLY OR THE ABILITY OF THE NGX CANADIAN NATURAL GAS INDEX TO TRACK THE MARKET PERFORMANCE OF NATURAL GAS OR ANY OTHER ECONOMIC FACTORS.

NGX’S RELATIONSHIP TO CLAYMORE IS THE LICENSING (OR SUBLICENSING) OF CERTAIN TRADEMARKS AND THE LICENSING OF THE NGX CANADIAN NATURAL GAS INDEX WHICH ARE DETERMINED, COMPOSED AND CALCULATED BY NGX WITHOUT REGARD TO CLAYMORE OR THE CLAYMORE NATURAL GAS COMMODITY ETF. NGX HAS NO OBLIGATION TO TAKE THE NEEDS OF CLAYMORE OR THE OWNERS OF THE CLAYMORE NATURAL GAS COMMODITY ETF INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE NGX CANADIAN NATURAL GAS INDEX. NGX IS NOT RESPONSIBLE FOR AND HAS NOT PARTICIPATED IN THE DETERMINATION OF THE PRICES AND AMOUNT OF THE CLAYMORE NATURAL GAS COMMODITY ETF OR THE TIMING OF THE ISSUANCE OR SALE OF THE CLAYMORE NATURAL GAS COMMODITY ETF OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY WHICH UNITS OF THE CLAYMORE NATURAL GAS COMMODITY ETF ARE TO BE REDEEMED. NGX HAS NO OBLIGATION OR LIABILITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING, OR TRADING OF THE CLAYMORE NATURAL GAS COMMODITY ETF.

NGX DOES NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF THE NGX CANADIAN NATURAL GAS INDEX OR ANY DATA INCLUDED THEREIN OR ANY OTHER DATA PROVIDED BY NGX, AND NGX SHALL HAVE NO LIABILITY FOR ANY ERRORS, OMISSIONS, DELAYS OR INTERRUPTIONS THEREIN. NGX MAKES NO WARRANTY, CONDITION OR REPRESENTATION, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY CLAYMORE, OWNERS OF THE CLAYMORE NATURAL GAS COMMODITY ETF OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE NGX CANADIAN NATURAL GAS INDEX OR ANY DATA INCLUDED THEREIN OR ANY OTHER DATA PROVIDED BY NGX. NGX MAKES NO EXPRESS OR IMPLIED WARRANTIES, REPRESENTATIONS OR CONDITIONS, AND EXPRESSLY DISCLAIMS ALL WARRANTIES OR CONDITIONS OF MERCHANTABILITY, MERCHANTABILITY QUALITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE AND ANY OTHER EXPRESS OR IMPLIED WARRANTY OR CONDITION WITH RESPECT TO THE NGX CANADIAN NATURAL GAS INDEX OR ANY DATA INCLUDED THEREIN OR ANY OTHER DATA PROVIDED BY NGX. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL NGX HAVE ANY LIABILITY FOR ANY SPECIAL, PUNITIVE, INDIRECT, OR CONSEQUENTIAL DAMAGES (INCLUDING LOST PROFITS), EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.LEGAL AND ADMINISTRATIVE PROCEEDINGS.

Auspice Broad Commodities Total Return Index

The “Auspice Broad Commodities Total Return Index” is a trademark of Auspice Capital Advisors Ltd. and has been licensed for use by Claymore Investments, Inc. As Index provider, Auspice Capital Advisors Ltd., as well as any third party data providers, make no representation, warranty or condition regarding the advisability of investing in the Claymore Broad Commodity ETF or the ability of the Index to track general market performance.

Guggenheim Managed Futures Index

Claymore is permitted to use the Guggenheim Managed Futures Index and certain trademarks in connection with the Claymore Managed Futures ETF, pursuant to the License Agreement entered into between Claymore and Security Investors. Security Investors makes no representations regarding the advisability of investing in this fund.

Claymore Managed Futures ETF and its Units are not sponsored, endorsed, sold or promoted by Security Investors. Security Investors makes no representation or warranty, express or implied, to the Unitholders of Claymore Managed Futures ETF or any member of the public regarding the advisability of investing in units generally or in the Claymore Managed Futures ETF specifically or the ability of any data supplied by Security Investors to track general stock market performance. Security Investors' only relationship to Claymore Managed Futures ETF is the licensing of certain trademarks and trade names of Security Investors and of the data supplied by Security Investors which is determined, composed and calculated by Security Investors without regard to Claymore Managed Futures ETF or its Units. Security Investors has no obligation to take the needs of Claymore Managed Futures ETF or the Unitholders of Claymore Managed Futures ETF into consideration in determining, composing or calculating the data supplied by Security Investors. Security Investors is not responsible for and has not participated in the determination of the prices of Claymore Managed Futures ETF or its Units or the timing of the issuance or sale of the Claymore Managed Futures ETF or its Units. Security Investors has no obligation or liability in connection with the administration, marketing or trading of the Claymore Managed Futures ETF or its Units.

SECURITY INVESTORS DOES NOT GUARANTEE THE ACCURACY AND/OR THE COMPLETENESS OF ANY DATA SUPPLIED BY IT OR ANY DATA INCLUDED THEREIN. SECURITY INVESTORS MAKES NO WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY CLAYMORE MANAGED FUTURES ETF OR ITS UNITHOLDERS OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE DATA SUPPLIED BY SECURITY INVESTORS OR ANY DATA INCLUDED THEREIN. SECURITY INVESTORS MAKE NO EXPRESS OR IMPLIED WARRANTIES, AND EXPRESSLY DISCLAIMS ALL WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE WITH RESPECT TO THE DATA SUPPLIED BY SECURITY INVESTORS OR ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL SECURITY INVESTORS HAVE ANY LIABILITY FOR ANY SPECIAL, PUNITIVE, INDIRECT, OR CONSEQUENTIAL DAMAGES (INCLUDING LOST PROFITS) EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.

LEGAL AND ADMINISTRATIVE PROCEEDINGS

The Claymore ETFs are not involved in any legal proceedings, nor is the Manager aware of existing or pending legal or arbitration proceedings involving any of the Claymore ETFs.

EXPERTS

Osler, Hoskin & Harcourt LLP, legal counsel to the Claymore ETFs and the Manager, has provided certain legal opinions on the principal Canadian federal income tax considerations that apply to an investment in the Units by an individual resident in Canada. See "Income Tax Considerations".

Ernst & Young LLP, the independent auditors of the Claymore ETFs, has consented to the incorporation by reference of their independent auditors report dated March 29, 2011 to the Unitholders of each of the Claymore ETFs.

EXEMPTIONS AND APPROVALS

Each Claymore ETF has obtained exemptive relief from the Canadian securities regulatory authorities to permit the following practices:

- (a) the purchase by a Unitholder of a Claymore ETF of more than 20% of the Units of that Claymore ETF through purchases on the TSX without regard to the takeover bid requirements of applicable Canadian securities legislation;
- (b) the purchase and sale of Units of the Claymore ETFs on the TSX, which precludes the transmission of purchase or redemption orders to the order receipt offices of the Claymore ETFs;
- (c) the payment for the issuance of Units of the Claymore ETFs partially in cash and partially in securities, provided that the acceptance of securities as payment is made in accordance with Section 9.4(2)(b) of NI 81-102;
- (d) the redemption of less than the Prescribed Number of Units of a Claymore ETF at a price equal to 95% of the closing price of the Units of such Claymore ETF on the TSX;
- (e) to relieve the Claymore ETFs from the requirement relating to the record date for the payment of distributions, provided that the Claymore ETFs comply with applicable TSX requirements; and

The Manager, on behalf of FIE, has obtained exemptive relief from the Securities regulatory authorities from the requirements in Canadian Securities legislation which would otherwise apply to FIE to permit FIE to borrow or use other forms of leverage in an aggregate amount of up to 15% of the net asset value of FIE's assets.

The Manager, on behalf of the Claymore Commodity ETFs, has obtained the following exemptive relief from the securities regulatory authorities from requirements in Canadian securities legislation which would otherwise apply to the Claymore Commodity ETFs to:

- (a) relieve the Claymore Commodity ETFs from the limitation in Subsection 6.8(1) of NI 81-102 limiting the deposit of portfolio assets of the Claymore Commodity ETFs as margin with any qualified dealer inside Canada to ten percent of the net assets of the Claymore Commodity ETF, taken at market value as at the time of deposit;
- (b) relieve the Claymore Commodity ETF from the limitation in Subsection 6.8(2)(c) of NI 81-102 limiting the deposit of portfolio assets of the Claymore Commodity ETFs as margin with any dealer outside Canada to ten percent of the net assets of the mutual fund, taken at market value as at the time of deposit; and
- (c) relieve the Claymore Commodity ETF from the requirement in Subsection 3.2(2)(a) of NI 81-104 requiring a commodity pool to have invested in it at all times securities that were issued pursuant to paragraph 3.2(1)(a) of NI 81-104 having an aggregate issue price of \$50,000 at the time of issue.

The exemptive relief is subject to the following conditions:

- (a) the amount of margin held by any dealer within Canada and outside Canada on behalf of the Claymore Commodity ETF may not exceed 30% of the net assets of the fund, taken at market value as at the time of the deposit;
- (b) all margin deposited with any dealers will be held in segregated accounts and may not be available to satisfy claims against such dealers made by parties other than Claymore or the Claymore Commodity ETF;
- (c) Claymore may not redeem any of its initial investment of \$50,000 in the Claymore Commodity ETF until \$5.0 million has been received by the fund from persons or companies other than the persons and companies referred to in paragraph 3.2(1)(a) of NI 81-104;
- (d) if, after Claymore redeems its initial investment of \$50,000 in the Claymore Commodity ETF in accordance with condition (c) above, the value of the Units of a fund subscribed for by investors other than the persons and companies referred to in paragraph 3.2(1)(a) of NI 81-104 drops below \$5.0 million for more than 30 consecutive days, Claymore will, unless the Claymore Commodity ETF is in the process of being dissolved or terminated, reinvest \$50,000 in the Claymore Commodity ETF and maintain that investment until condition (c) is again satisfied; and
- (e) as will be required for investment fund managers, Claymore will at all times maintain excess working capital of a minimum of \$100,000, or any higher amount that maybe required by NI 31-103.

PURCHASERS' STATUTORY RIGHTS OF WITHDRAWAL AND RESCISSION

Securities legislation in certain of the provinces and territories of Canada provides purchasers with the right to withdraw from an agreement to purchase mutual fund securities within two business days after receipt of a prospectus and any amendment or within 48 hours after receipt of a confirmation of a purchase of such securities. If the agreement is to purchase such securities under a contractual plan, the time period during which withdrawal may be made may be longer. In several of the provinces and territories, securities legislation further provides a purchaser with remedies for rescission or, in some jurisdictions, revisions of the price or damages if the prospectus and any amendment contain a misrepresentation or are not delivered to the purchaser, provided that the remedies for rescission, revisions of the price or damages are exercised by the purchaser within the time limit prescribed by the securities legislation of the purchaser's province or territory. The purchaser should refer to the applicable provisions of the securities legislation of the province or territory for the particulars of these rights or should consult with a legal adviser.

DOCUMENTS INCORPORATED BY REFERENCE

During the period in which the Claymore ETFs are in continuous distribution, additional information will be available in the following documents:

- (a) the most recently filed comparative annual financial statements of the Claymore ETFs, together with the accompanying report of the auditor;
- (b) any interim financial statements of the Claymore ETFs filed after the most recently filed comparative annual financial statements of the Claymore ETFs;
- (c) the most recently filed annual management report of fund performance of the Claymore ETFs; and
- (d) any interim management report of fund performance of the Claymore ETFs filed after that most recently filed annual management report of fund performance of the Claymore ETFs.

The foregoing documents are incorporated by reference into this prospectus, which means that they legally form part of this document just as if they were printed as part of this document. Copies of the foregoing documents are publicly available on the Claymore web site at www.claymoreinvestments.ca and may be obtained upon request, at no cost, by calling 1-866-417-4640 or by contacting a registered dealer. These documents and other information about the Claymore ETFs are publicly available at www.sedar.com.

Any statement contained in a document incorporated by reference herein shall be deemed to be modified or superseded for purposes of this prospectus to the extent that a statement contained herein or in any other subsequently filed document that also is incorporated by reference herein modifies or supersedes that statement. The modifying or superseding statement need not state that it has modified or superseded a prior statement or includes any other information set forth in the document that it modifies or supersedes. The making of a modifying or superseding statement shall not be deemed an admission for any purposes that the modified or superseded statement, when made, constituted a misrepresentation, an untrue statement of material fact or an omission to state a material fact that is required to be stated or that is necessary to make a statement not misleading in light of the circumstances in which it was made. Any statement so modified or superseded shall not be deemed in its unmodified or superseded form to constitute a part of this prospectus.

AUDITORS' CONSENT

We have read the prospectus of Claymore Premium Money Market ETF, Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF, Claymore Managed Futures ETF, Claymore Canadian Financial Monthly Income ETF and Claymore Equal Weight Banc & Lifeco ETF (each a "Claymore ETF" and collectively the "Claymore ETFs") dated November 28, 2011 relating to the sale and issuance of Common Units and Advisor Class Units, as applicable, of the Claymore ETFs. We have complied with Canadian generally accepted standards for an auditor's involvement with offering documents.

We consent to the incorporation by reference in the above-mentioned prospectus of our audit report dated March 29, 2011 to the Unitholders of the Claymore Premium Money Market ETF, Claymore Natural Gas Commodity ETF, Claymore Broad Commodity ETF, Claymore Canadian Financial Monthly Income ETF, and Claymore Equal Weight Banc & Lifeco ETF on, as applicable to each Claymore ETF, the statement of investment portfolio as at December 31, 2010, the statements of net assets as at December 31, 2010 and 2009, and the statements of operations, changes in net assets, and cash flows for the periods then ended.

We also consent to the incorporation by reference in the above-mentioned prospectus of our audit report dated March 29, 2011 to the Unitholders of Claymore Managed Futures ETF on the statement of net assets as at December 31, 2010 and the statement of changes in net assets for the period then ended.

Toronto, Canada
November 28, 2011

"Ernst & Young LLP"
Chartered Accountants
Licensed Public Accountants

CERTIFICATE OF THE CLAYMORE ETFS, THE TRUSTEE, THE MANAGER AND THE PROMOTER

Dated: November 28, 2011

This prospectus, together with the documents incorporated herein by reference, constitutes full, true and plain disclosure of all material facts relating to the securities offered by this prospectus as required by the securities legislation of British Columbia, Alberta, Saskatchewan, Manitoba, Ontario, Québec, Nova Scotia, New Brunswick, Prince Edward Island, Newfoundland and Labrador, Yukon Territory, Northwest Territories and Nunavut.

**CLAYMORE INVESTMENTS, INC.,
as Trustee and Manager of the Claymore ETFs**

(SIGNED) SOM SEIF
Chief Executive Officer

(SIGNED) BRUCE ALBELDA
Chief Financial Officer

On behalf of the Board of Directors of Claymore Investments, Inc.

(SIGNED) SOM SEIF
Director

(SIGNED) JEFFREY D. LOGAN
Director

(SIGNED) BRUCE ALBELDA
Director

**CLAYMORE INVESTMENTS, INC.,
as Promoter**

(SIGNED) SOM SEIF
Chief Executive Officer and President