



# Claymore/BNY Mellon Frontier Markets ETF

 EXCHANGE-TRADED FUNDS



AS OF 9/30/09

## FUND FACTS

Style Allocation	Foreign Large Blend
Investment Strategy	Frontier Market
Distribution Schedule (if any)	Annual
Rebalance Schedule	Quarterly
Weighting	Modified Market Cap
Index Provider	The Bank of New York Mellon
Underlying Index	The BNY Mellon New Frontier DR Index
Index Ticker	BKNFR

## FUND PROFILE

Symbol	FRN
Exchange	NYSE Arca
NAV Symbol (IIV)	FRNIV
CUSIP	18383Q838
Fund Inception Date	6/12/08
Expense Cap*	0.65%
Fiscal Year-End	5/31

## FUND CHARACTERISTICS

Number of Securities	39
Weighted Average Market Capitalization	\$11.2 Billion

All data is subject to change on a daily basis.

The Claymore/BNY Mellon Frontier Markets ETF seeks investment results that correspond generally to the performance, before the Fund's fees and expenses, of an equity index called The BNY Mellon New Frontier DR Index. The Index tracks the performance of depositary receipts, in ADR or GDR form, that trade on the London Stock Exchange ("LSE"), New York Stock Exchange ("NYSE"), NYSE Amex and Nasdaq Stock Market ("NASDAQ") of companies from countries that are defined as the "Frontier Market." The Bank of New York Mellon, the Fund's index provider, defines Frontier Market countries based upon an evaluation of gross domestic product growth, per capita income growth, experienced and expected inflation rates, privatization of infrastructure and social inequalities. The Fund also will generally invest at least 80% of its total assets in securities of issuers from Frontier Market countries (whether directly or through American depositary receipts "ADRs" or global depositary receipts "GDRs"), as defined by the index provider from time to time. The Fund generally will invest in all of the stocks comprising the Index in proportion to their weightings in the Index.

## AVERAGE ANNUAL TOTAL RETURNS\* as of 9/30/09

	YTD	3-Month	1-Year	3-Year	Since Inception {6/12/08}
Market Price	48.93%	15.97%	-2.85%	N/A	-19.98%
Market Price After Tax on Shares Held	48.93%	15.97%	-3.10%	N/A	-20.13%
Market Price After Tax on Shares Sold	31.80%	10.38%	-1.91%	N/A	-16.99%
NAV	47.03%	18.13%	-1.37%	N/A	-20.96%
NAV After Tax on Shares Held	47.03%	18.13%	-1.62%	N/A	-21.12%
NAV After Tax on Shares Sold	30.57%	11.78%	-0.94%	N/A	-17.82%
MSCI Emerging Markets Index	64.21%	21.00%	18.66%	N/A	-12.61%

**Performance data quoted represents past performance, which is no guarantee of future results, and current performance may be lower or higher than the figures shown. For the most recent month-end performance figures, please visit [www.claymore.com](http://www.claymore.com). The investment return and principal value of an investment will fluctuate with changes in market conditions and other factors so that an investor's shares, when redeemed, may be worth more or less than their original cost.**

**\*Per the prospectus, dated September 30, 2009, the Fund's total annual operating expense ratio, gross of any fee waivers or expense reimbursements, is 2.22%. There is a contractual fee waiver currently in place for this Fund through December 31, 2011 to the extent necessary in keeping the Fund's operating expense ratio from exceeding 0.65% of average net assets per year. However, some expenses fall outside of this expense cap and therefore net operating expenses were 0.95%. Without this expense cap, actual returns would be lower.**

After tax returns are calculated using the historical highest individual federal marginal income tax rates during the periods shown and do not reflect the impact of state and local taxes. Actual after tax returns depend on an investor's tax situation and may differ from those shown. Since Inception returns assume a purchase of the ETF at the initial share price for share price returns or the initial net asset value (NAV) per share for NAV returns. Returns for periods of less than one year are not annualized. Returns include reinvestment of distributions.

This index is unmanaged and it is not possible to invest directly in this index. The MSCI Emerging Markets Index is a free float-adjusted market capitalization index that is designed to measure equity market performance in the global emerging markets.

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## TOP FUND SECTOR WEIGHTINGS

Financials	35.09%
Materials	15.04%
Utilities	13.33%
Energy	13.33%
Telecommunication Services	11.93%
Industrials	6.84%
Consumer Staples	4.32%
Consumer Discretionary	0.12%

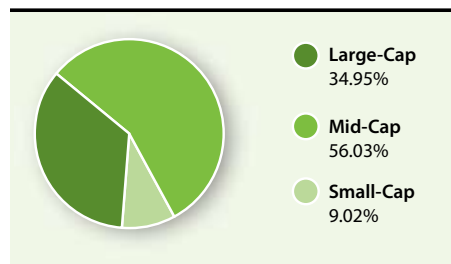
## TOP FUND HOLDINGS

Name	Symbol	Weighting
Ecopetrol SA Spond ADR	EC	7.75%
Empresa Nacional De Elect	EOC	6.80%
Enerjis SA	ENI	6.29%
Bank Pekao SA	BPKD	6.25%
Cia De Minas Buenaventura	BVN	5.38%
Telekomunikacja Polska SA	TPSD	4.85%
KGHM Polska Miedz SA	KPMD	4.79%
Sociedad Quimica Y Minera	SQM	4.65%
KazmunaiGas	KMG	4.59%
Orascom Construction Indu	ORSD	4.37%

## TOP FUND COUNTRY WEIGHTINGS

Chile	28.64%	Argentina	5.52%
Poland	15.88%	Peru	5.38%
Egypt	15.43%	Lebanon	3.48%
Colombia	11.89%	Nigeria	3.00%
Kazakhstan	5.70%	Oman	1.85%

## FUND CAPITALIZATION WEIGHTINGS



All data is subject to change on a daily basis and represents a percentage of the Fund's total equity holdings. The securities mentioned are provided for informational purposes only and should not be deemed as a recommendation to buy or sell.

**RISK CONSIDERATIONS** Investors should consider the following risk factors and special considerations associated with investing in the Fund, which may cause you to lose money, including the entire principal amount that you invest. **Equity Risk:** The value of the securities held by the Funds will fall due to general market and economic conditions, perceptions regarding the industries in which the issuers of securities held by the Funds participate, or factors relating to specific companies in which the Funds invest. **Foreign Investment Risk:** Investing in non-U.S. issuers may involve unique risks such as currency, political, and economic risk, as well as less market liquidity, generally greater market volatility and less complete financial information than for U.S. issuers. **Risks of Investing In Frontier Securities:** Investment in securities in emerging market countries involves risks not associated with investments in securities in developed countries, including risks associated with expropriation and/or nationalization, political or social instability, armed conflict, the impact on the economy as a result of civil war, religious or ethnic unrest and the withdrawal or non-renewal of any license enabling the Fund to trade in securities of a particular country, confiscatory taxation, restrictions on transfers of assets, lack of uniform accounting, auditing and financial reporting standards, less publicly available financial and other information, diplomatic development which could affect U.S. investments in those countries and potential difficulties in enforcing contractual obligations. Frontier countries generally have smaller economies or less developed capital markets than traditional emerging markets, and, as a result, the risks of investing in emerging market countries are magnified in frontier countries. These securities are less correlated to global economic cycles of more developed counterparts and therefore have low trading volumes and the potential for extreme price volatility and illiquidity. To the extent that the Index is focused on securities of any one country, including Poland, Chile or Egypt, the value of the Index and thus the Fund will be especially affected by adverse developments in such country, including the risks described above. **Political Risk:** Certain of the frontier countries may be subject to a greater degree of political and social instability than is the case in more developed countries. **Licensing, Custody and Settlement Risk:** Approval of governmental authorities may be required prior to investing in the securities of companies based in certain frontier countries. Delays in obtaining such an approval would delay investments in the particular country. Certain banks in foreign countries that are eligible foreign sub-custodians may lack extensive operating experience, and there may be legal restrictions or limitations on the ability of the Fund to recover assets held in custody by a foreign sub-custodian in the event of the bankruptcy of the sub-custodian. Because settlement systems may be less well organized than in developed markets, there may be a risk of delayed settlements and that cash or securities of the Fund may be in jeopardy because of failures of or defects in the systems. Certain countries in which the Fund may invest utilize share-blocking schemes. The Investment Adviser, on behalf of the Fund, reserves the right to abstain from voting proxies in share blocking markets. **Financial Services Sector Risk:** This industry is subject to extensive government regulation, can be subject to relatively rapid change due to increasingly blurred distinctions between service segments, and can be significantly affected by availability and cost of capital funds, changes in interest rates, the rate of corporate and consumer debt defaults, and price competition. In addition, the deterioration of the credit markets since late 2007 generally has caused an adverse impact in a broad range of markets, including U.S. and international credit and interbank money markets generally, thereby affecting a wide range of financial institutions and markets. In particular, events in the financial sector since late 2008 have resulted, and may continue to result, in an unusually high degree of volatility in the financial markets, both domestic and foreign. **Non-Correlation Risk:** The Fund's return may not match the return of the Index for a number of reasons. For example, the Fund incurs a number of operating expenses not applicable to the Index, and incurs costs in buying and selling securities, especially when rebalancing the Fund's securities holdings to reflect changes in the composition of the Index. The Fund may not be fully invested at times, either as a result of cash flows into the Fund or reserves of cash held by the Fund to meet redemptions and expenses. If the Fund utilizes a sampling approach or futures or other derivative positions, its return may not correlate as well with the return on the Index, as would be the case if it purchased all of the securities in the Index with the same weightings as the Index. **Micro-, Small- and Medium-Sized Company Risk:** Investing in securities of these companies involves greater risk as their securities may be more volatile and less liquid than investing in more established companies. These securities may have returns that vary, sometimes significantly, from the overall stock market. Micro-cap companies may be newly formed, less developed and there may be less available information about the company. **Replication Management Risk:** The Fund is not "actively" managed. Therefore, it would not necessarily sell a stock because the stock's issuer was in financial trouble unless that stock is removed from the Index. **Issuer-Specific Changes:** The value of an individual security or particular type of security can be more volatile than the market as a whole and can perform differently from the value of the market as a whole. The value of securities of smaller issuers can be more volatile than that of larger issuers. **Non-Diversified Fund Risk:** The Fund can invest a greater portion of assets in securities of individual issuers than a diversified fund. Changes in the market value of a single investment could cause greater fluctuations in share price than would occur in a diversified fund. **Please note: the above risks are a broad overview of the potential risks associated with investing in the Frontier markets. Investing in securities of Frontier countries involves significant risk. The prospectus contains a more detailed discussion of these individual risks and should be evaluated when determining an investor's risk tolerance.**

"BNY Mellon", and "The Bank of New York Mellon New Frontier DR Index" are service marks of The Bank of New York Mellon Corporation (the "Bank") and have been licensed for use for certain purposes by the Investment Adviser. The Fund is not sponsored, endorsed, sold or promoted by The Bank of New York Mellon (BNY Mellon) ("Licensor"). Licensor makes no representation or warranty, express or implied, regarding the advisability of investing in securities generally or in the Fund particularly or the ability of The Bank of New York Mellon New Frontier DR Index ("Index") to track general market performance. Licensor's only relationship to the Licensee is the licensing of the Index which is determined, composed and calculated by Licensor without regard to the Licensee or the Fund. Licensor has no obligation to take the needs of the Licensee or the owners of the Fund into consideration in determining, composing or calculating the Index. Licensor shall not be liable to any person for any error in the Index nor shall it be under any obligation to advise any person of any error therein. Please refer to the prospectus for a full disclaimer.

Claymore Advisors, LLC, an affiliate of Claymore Securities, Inc., serves as the investment adviser.

## NOT FDIC-INSURED • NOT BANK GUARANTEED • MAY LOSE VALUE

Investors should carefully consider the investment objectives and policies, risk considerations, charges and ongoing expenses of the ETF before investing. The prospectus contains this and other relevant information. Please read the prospectus carefully before you invest. To obtain a prospectus, please contact a securities representative or Claymore Securities, Inc., or download one from [www.claymore.com](http://www.claymore.com).



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