

XShares Advisors Reports 2007 Highlights

Performance and Asset Accumulation among Healthcare Sector ETFs; First Lifecycle ETF and First to Offer Lifecycle ETFs to 401(k) Sponsors

New York (February 13, 2008) – XShares Advisors, LLC, an investment advisory firm focused on developing precisely focused, innovative exchange-traded funds (ETFs), today reported highlights for 2007. During its first year of issuing ETFs, the firm introduced three fund families: HealthShares™, Adelante Shares, and TDAX Independence Exchange-Traded Funds.

“We’re extremely pleased with the results of our first year of offering ETFs,” said Jeffrey Feldman, Founder and Chairman of XShares Group LLC, parent company of XShares Advisors. “A little more than 18 months ago, our ETFs were just ideas. Since then, we’ve attracted an impressive group of leading financial and operational partners from the industry. Through the diligent work of our team and partners, we introduced 31 ETFs last year, and look forward in 2008 to rolling out additional ETFs that provide investors with valuable investment tools and opportunities.”

On October 1, 2007, William P. Henson joined the company as Chief Executive Officer. A partner at Grail Partners, Mr. Henson has spent more than 25 years in the financial services industry, specializing in developing and providing innovative corporate finance solutions to financial institutions and in particular, those in the investment management sector. “As we make the transition from start-up to growth company,” said Mr. Henson, “we are eager to build on the success of 2007 and continue to grow those funds launched last year as well as build out our portfolio of unique ETFs.”

HealthShares

In 2007, XShares Advisors launched 19 HealthShares ETFs, which provide precise exposure to healthcare subsectors. This is the first family of healthcare ETFs to divide the space into narrow categories based on economic factors specific to each subsector. With the exception of the HealthShares Composite ETF (NYSE Arca: HHQ), which is comprised of 80 companies, each HealthShares ETF holds 22 mostly mid- and small-cap companies.

One of the 19 HealthShares ETFs, the HealthShares™ Diagnostics ETF (NYSE Arca: HHD) achieved a market price return of 32.12%* from its inception on January 23, 2007 through December 31, 2007. HHD trading volume totaled more than 3.8 million shares during 2007.* HHD increased its assets by 938.6% from its inception through December 31, 2007.*

*** All data is from XShares Advisors research as of 12/31/07, which was sourced from Bloomberg.**

Performance data quoted represents past performance; past performance does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost; and current performance may be lower or higher than the performance data quoted. For the latest month-end performance information call 800.925.2870, or visit our web sites.

TDAX Independence ETFs

In concert with TD Ameritrade and Zacks Investment Research, XShares Advisors listed the first ever lifecycle ETFs on October 1. TDAX Independence ETFs are the first target-date ETFs as well as the first ETFs to hold both equities and bonds in one ETF. The five TDAX Independence ETFs—TDAX Independence 2040 ETF (NYSE Arca: TDV), TDAX Independence In-Target ETF (NYSE Arca: TDX), TDAX Independence 2030 ETF (NYSE Arca: TDN), TDAX Independence 2020 ETF (NYSE Arca: TDH) and TDAX Independence 2010 ETF (NYSE Arca: TDD)—track Zacks Lifecycle Indexes. The indexes automatically reallocate their portfolios to progressively more conservative asset allocations over time. Holdings are rebalanced based on a glidepath designed by Zacks.

- **XShares and RPG Join Forces**

In one of the first agreements of its kind, XShares Advisors and RPG Consultants announced a strategic partnership that allows 401(k) plan sponsors to add XShares Advisors lifecycle ETFs to their retirement plan portfolios. RPG Consultants is a “nonproducing” retirement plan provider that does not market or sell investments. RPG’s open architecture platform allows for the use of ETFs in 401(k) plans by using a fully-automated daily valuation system that helps eliminate brokerage commissions from retail ETF purchases. As part of this alliance announced on November 28, 2007, XShares Advisors’ TDAX Independence ETFs will be offered as the default option on the RPG platform. TDAX Independence ETFs as well as any of the more than 600 other ETFs will now be offered as alternative, transparent investment options.

Adelante Shares

On September 28, 2007, XShares Advisors launched seven precisely defined REIT ETFs called Adelante Shares RE ETFs. They are the first real estate ETFs to be equal weighted. Each fund holds 25 REITs or REOCs, except the Adelante Shares RE Composite™ ETF (NYSE Arca: ACB), which holds 40. The remaining ETFs in the family include: Adelante Shares RE Classics™ ETF (NYSE Arca: ACK), Adelante Shares RE Shelter™ ETF (NYSE Arca: AQS), Adelante Shares RE Kings™ ETF (NYSE Arca: AKB), Adelante Shares RE Yield Plus™ ETF (NYSE Arca: ATY), Adelante Shares RE Growth™ ETF (NYSE Arca: AGV), and Adelante Shares RE Value™ ETF (NYSE Arca: AVU).

Other ETF news

- **12(d)1 Exemption**

XShares Advisors obtained an exemptive order on June 21, 2007 from the U.S. Securities and Exchange Commission under Section 12(d)(1)(J) of the Investment Company Act of 1940 that permits mutual funds to exceed the investment limits of section 12(d)(1)(J) of the Investment Company Act of 1940. In

granting the exemption, the SEC permits mutual funds to exceed certain investment limits when investing in other funds. In brief, section 12(d)(1)(J) restricts the ability of one investment company, such as a mutual fund, to invest more than 3% of the total outstanding voting securities of another investment company, invest more than 5% of its total assets in a single investment company, and invest more than 10% of its total assets in two or more investment companies. The 3% restriction can be particularly onerous when mutual fund companies seek to invest in narrower or international ETFs.

- HealthShares Options

On July 18, 2007, options on HealthShares Emerging Cancer ETF (NYSE: HHJ) began trading on the Philadelphia Stock Exchange's electronic trading platform PHLX XL. Since its January 23 launch, HHJ has been one of the most active HealthShares ETFs. On October 19, 2007, options on HealthShares Diagnostics ETF began trading on the PHLX XL.

- Parkinson's Disease Foundation

In July 2007, XShares Advisors kicked off a 12-month supporting relationship with the Parkinson's Disease Foundation (PDF), for the commemoration of the foundation's 50th anniversary. Through this partnership, XShares seeks to raise awareness of the HealthShares family of ETFs and, more specifically, the HealthShares Neuroscience ETF (NYSE Arca: HHN). XShares Advisors is constantly seeking other not-for-profit organizations with which to partner.

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For more information, visit www.xsharesadvisors.com, or call 800-925-2870 for XShares Advisors funds to obtain fund prospectuses. Visit the XShares Advisors website, call 800-925-2870, or contact your broker to obtain a product description and prospectus for XShares Advisors ETFs. Investment objectives, risks, charges, expenses, and other important information are contained in these documents; read and consider them carefully before investing.

XShares Advisors ETFs can be bought and sold only through a broker (who will charge a commission) and cannot be redeemed with the issuing fund. The market price of XShares Advisors ETFs may be more or less than net asset value.

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