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Licensed ETF

**ETFs Janney Global Water Fund: UK**

Ticker: WATP LN

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Information about the index, including rule book, company description and historic data, can be found at: [www.janneywaterindexes.com](http://www.janneywaterindexes.com)

TICKERS:

Janney Global Water Index<sup>SM</sup>: JGI

Janney Water Works<sup>SM</sup>: JWW

Janney Water Tech<sup>SM</sup>: JWT

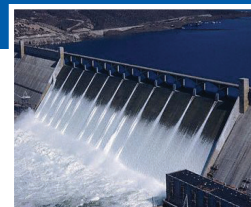
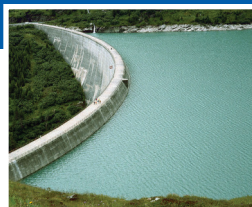
September 2010

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## Q3 2010 Review: JGI

**Index Performance.** The Janney Global Water Index<sup>SM</sup> (TICKER: JGI) increased 11.00% from 3767.41 to 4181.85 in the third quarter of 2010. This compares to an increase in the MSCI World Index (TICKER: MXWO) of +13.24% and an increase in the S&P 500 (TICKER: SPX) of +10.72%.

The best performing stocks were Lindsay Corporation (TICKER: LNN US), which rose +36.70%; Aalberts Industries N.V. (TICKER: AALB NA), which rose +25.63%; and IDEX Corporation (TICKER: IEX US), which rose +24.29%. The worst performing stocks were Duoyuan Global Water Inc (TICKER: DGW UN), which declined -25.97%; Mueller Water Products Inc (TICKER: MWA US), which declined -18.60%; and Consolidated Water Company Ltd (TICKER: CWCO US), which declined -16.70%.

The Janney Global Water Index<sup>SM</sup> is up +.62% year-to-date and up +5.33% over the past 12 months.

**Index Description.** The Janney Global Water Index<sup>SM</sup> (JGI) is a modified capitalization weighted, float adjusted equity index designed to serve as an equity benchmark for globally traded stocks that are principally engaged in the water utilities and water technology industries.

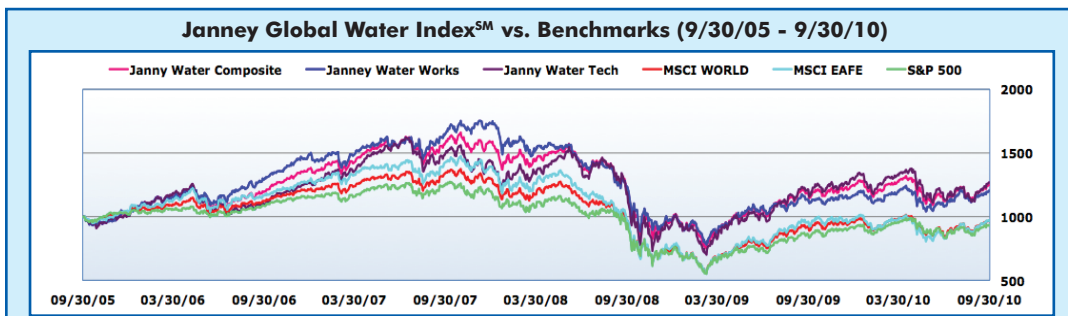
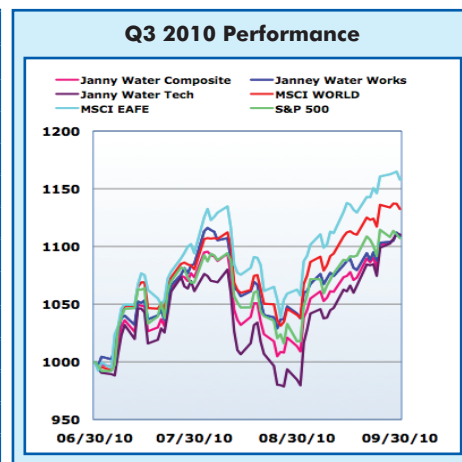
**Inclusion Criteria.** All companies contained in the JGI are categorized as being "materially" engaged in the global water industry. For the purposes of the JGI, a materially engaged company must derive 33% or more of its annual revenues from its participation in the water sector. JGI contains stocks selected from a universe of equity securities traded on recognized stock exchanges in a) the Americas, b) Europe, Middle East & Africa (EMEA), and c) Asia/Pacific, based on a set of objective screening criteria. The selection criteria include requirements for industry participation, primary exchange listing, minimum capitalization, minimum free float, minimum price and minimum average daily trading volume.

**Weighting Methodology.** The JGI (Composite) contains a fixed number of 60 constituents and employs a tiered weighting methodology that reflects the float adjusted market capitalization and liquidity characteristics of the different stocks. Deletions between rebalancings are not replaced. Each stock's relative weighting in the Composite will be based on its market capitalization, adjusted for free float, as a percentage of the total market capitalization of its tranche, adjusted for free float, subject to certain restrictions, limitations and modifications. The weight of any stock contained in the Composite will be capped at 20% of the total market capitalization of its tranche and the aggregate weight of all stocks within a tranche with individual weights of 5% or more will be capped at 42% of the total market capitalization of the tranche.

**Rebalancing.** A new JGI is rebalanced on a quarterly basis and company weights are adjusted with each quarterly issuance back to the aforementioned weights. S-Network maintains a qualified reserve list, so that companies may be immediately replaced in the index in the event of an acquisition or de-listing.

**Index Data.** JGI is calculated daily by S&P Custom Indexes. Daily values from January 1, 2002 are available on the Janney Global Water Index<sup>SM</sup> web site and through various data vendors.

Leading Movers				
Company Name	Ticker	Opening	Closing	Change
LINDSAY CORP	LNN US	31.690	43.320	36.70%
AALBERTS INDUSTRIES NV	AALB NA	13.097	16.453	25.63%
IDEX CORP	IEX US	28.570	35.510	24.29%
NALCO HOLDING CO	NLC US	20.460	25.210	23.22%
MANILA WATER COMPANY	MWC PM	0.354	0.432	22.01%
Lagging Movers				
Company Name	Ticker	Opening	Closing	Change
DUOYUAN GLOBAL WATER INC	DGW US	17.600	13.030	-25.97%
MUELLER WATER PRODUCTS INC	MWA US	3.710	3.020	-18.60%
CONSOLIDATED WATER CO	CWCO US	11.380	9.480	-16.70%
HECKMANN CORP	HEK US	4.640	3.900	-15.95%
ITRON INC	ITRI US	61.820	61.230	-0.95%



\*Note: This chart is a normalized historical graph  
Data Source: Bloomberg Data as of September 30, 2010.

This chart is for illustrative purposes only. Historical information is not indicative of future results; current data may differ from data quoted. Investors cannot invest directly in index. Index returns do not reflect any management fees or brokerage expenses.

Index Statistical Profile

Capitalization Profile	
Number of Constituents	60
TOTAL MARKET CAPITALIZATION	140.19 Billion USD
LARGEST MARKET CAPITALIZATION	13.09 Billion USD
SMALLEST MARKET CAPITALIZATION	107.19 Million USD
AVERAGE MARKET CAPITALIZATION	2.34 Billion USD
MEDIAN MARKET CAPITALIZATION	1.23 Billion USD

Simple Price Appreciation						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
5 Year	24.992%	20.005%	26.883%	-3.685%	-3.572%	-7.130%
3 Year	-20.149%	-26.806%	-14.329%	-27.816%	-32.141%	-25.253%
1 Year	5.334%	5.891%	4.624%	4.633%	0.526%	7.958%

Compound Annual Growth Rate (CAGR)						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
5 Year	4.563%	3.715%	4.877%	-0.748%	-0.725%	-1.468%
3 Year	-7.226%	-9.879%	-5.025%	-10.295%	-12.124%	-9.246%
1 Year	5.334%	5.891%	4.624%	4.633%	0.526%	7.958%

Annualized Standard Deviation (Monthly)						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
5 Year	20.625%	18.163%	24.786%	19.066%	21.121%	17.620%
3 Year	24.378%	20.839%	29.357%	23.576%	25.898%	21.822%
1 Year	20.606%	18.042%	24.440%	19.424%	20.919%	19.087%

Sharpe Ratio						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
5 Year	0.215	0.197	0.192	-0.046	-0.040	-0.091
3 Year	-0.302	-0.480	-0.176	-0.442	-0.473	-0.430
1 Year	0.253	0.319	0.184	0.232	0.019	0.410

\* Annualized average 3M T-Bill return of 0.129% used for Sharpe Ratio calculation

\*All data as of September 30, 2010.

Top Ten Constituents			
Company	Ticker	Country	Weight
ITT CORP	ITT US	UNITED STATES	5.23%
VEOLIA ENVIRONNEMENT	VIE FP	FRANCE	5.17%
GEBERIT AG	GEBN VX	SWITZERLAND	4.47%
UNITED UTILITIES GROUP PLC	UUU/ LN	BRITAIN	3.15%
PALL CORP	PLL US	UNITED STATES	2.96%
DOOSAN HEAVY INDUSTRIES	034020 KS	SOUTH KOREA	2.81%
SUEZ ENVIRONNEMENT CO	SEV FP	FRANCE	2.66%
SEVERN TRENT PLC	SVT LN	BRITAIN	2.51%
NALCO HOLDING CO	NLC US	UNITED STATES	2.12%
AMERICAN WATER WORKS CO INC	AWK US	UNITED STATES	2.08%

Correlation Matrix (5 Year / Daily)						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
JGI COMP	1.0000					
Water Works	0.9255	1.0000				
Water Tech	0.9515	0.7644	1.0000			
MSCI WORLD	0.9294	0.8480	0.8937	1.0000		
MSCI EAFE	0.7693	0.7708	0.6826	0.8368	1.0000	
S&P 500	0.8181	0.6864	0.8364	0.8744	0.4690	1.0000

Beta Matrix (5 Year / Daily)						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
JGI COMP	1.0000					
Water Works	0.9820	1.0000				
Water Tech	0.7976	0.6038	1.0000			
MSCI WORLD	0.9166	0.7881	1.0516	1.0000		
MSCI EAFE	0.6827	0.6447	0.7227	0.7530	1.0000	
S&P 500	0.6752	0.5339	0.8235	0.7318	0.4362	1.0000

R-Square (5 Year / Daily)						
	JGI COMP	WATER WORKS	WATER TECH	MSCI WORLD	MSCI EAFE	S&P 500
JGI COMP	1.0000					
Water Works	0.8565	1.0000				
Water Tech	0.9054	0.5843	1.0000			
MSCI WORLD	0.8637	0.7191	0.7988	1.0000		
MSCI EAFE	0.5918	0.5942	0.4659	0.7002	1.0000	
S&P 500	0.6693	0.4712	0.6995	0.7646	0.2200	1.0000

Index Composition

