

BETA1 ETFund plc
(an open-ended investment company with variable capital)

**SEMI - ANNUAL REPORT
AND UNAUDITED FINANCIAL STATEMENTS
For the period ended 30 June 2009**

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Table of Contents

General Information	2
Investment Manager's Report	3
Directors' Report	5
Balance Sheet (Unaudited)	7
Profit and Loss Account (Unaudited)	9
Statement of Changes in Net Assets attributable to Redeemable Participating Shareholders (Unaudited)	12
Notes to the Financial Statements (Unaudited)	15
Portfolio Listing (MSCI Euro Fund) (Unaudited)	29
Portfolio Listing (Ethical Index Euro Fund) (Unaudited)	33
Portfolio Listing (MSCI Pan Euro Fund) (Unaudited)	38
Statement of Significant Changes in Portfolios (MSCI Euro Fund) (Unaudited)	45
Statement of Significant Changes in Portfolios (Ethical Index Euro Fund) (Unaudited)	47
Statement of Significant Changes in Portfolios (MSCI Pan Euro Fund) (Unaudited)	49
Total Expense Ratios	51

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

General Information

BETA1 ETFund plc (the “Company”) was incorporated on 26 June 2002 as an open-ended investment company with variable capital under the laws of the Republic of Ireland as a public limited company pursuant to the Companies Acts, 1963 to 2009 and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003 (as amended). The Company is structured as an umbrella Fund. The Company may offer separate classes of Participating Shares, each representing interests in a Fund comprising a distinct portfolio of investments. The Company has obtained the approval of the Financial Regulator for the establishment of three Sub-Funds; MSCI Euro Fund, Ethical Index Euro Fund and MSCI Pan Euro Fund with one class of Participating Shares in each Sub-Fund. The Company’s objective is to seek to replicate as far as possible and practicable the price and yield performance of a selected Index thereby allowing investors to obtain market exposure to the companies represented by the selected Index in an easily tradeable form. The MSCI Euro Fund commenced trading on 11 December 2002. The Ethical Index Euro Fund commenced trading on 13 January 2003. The MSCI Pan Euro Fund commenced trading on 14 September 2004.

Board of Directors:

Richard Barkley (British)
Robert Burke (Irish)
Sergio Vicinanza (Italian)
Ciro Beffi (Italian)

Registered Office:

Riverside One
Sir John Rogerson’s Quay
Dublin 2
Ireland

Secretary:

Richard Barkley
40 Dodderbank
Milltown Bridge
Dublin 14
Ireland

Custodian:

BNY Mellon Trust Company (Ireland) Limited
Guild House
Guild Street
International Financial Services Centre
Dublin 1
Ireland

Investment Manager:

Eurizon Investimenti SGR, S.p.A.
Piazzale Cadorna, 3
20123 Milan
Italy

Distributor:

Eurizon Investimenti SGR, S.p.A.
Piazzale Cadorna, 3
20123 Milan
Italy

Investment Sub-Manager:

Epsilon Associati SGR, S.p.A.
Piazzale Cadorna, 3
20123 Milan
Italy

Administrator:

BNY Mellon Fund Services (Ireland) Limited
Guild House
Guild Street
International Financial Services Centre
Dublin 1
Ireland

Legal Advisers in Ireland:

McCann Fitzgerald
Riverside One
Sir John Rogerson’s Quay
Dublin 2
Ireland

Independent Auditors:

KPMG
Chartered Accountants
1 Harbourmaster Place
International Financial Services Centre
Dublin 1
Ireland

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Investment Manager's Report

MSCI Euro Fund 31/12/2008 – 30/06/2009

The performance of the fund during the period has been 0.57%. In the same period the performance of MSCI Euro Index Fund has been - 0.68%. The tracking error volatility has been 1.71%. Performance Deviation and Tracking Error mainly depend upon the dividend reinvestment policy adopted.

By the end of June 2009 there were 250,000 shares outstanding, while the NAV of the Fund was approximately €21 million.

During the period the fund has been rebalanced only marginally.

Tracking strategy has been implemented following the input derived from the Enhanced Replication Model developed by Epsilon SGR. Enhanced Replication aims to minimizing both tracking error and costs carried by the fund.

For the next semester the Fund will be managed according to the Enhanced Replication Model. Portfolio rebalancing is not predictable ex-ante as it can depend upon changes in the MSCI Euro Fund composition or upon the Fund reaching certain levels of over/under performance with reference to the benchmark.

Ethical Index Euro Fund 31/12/2008 – 30/06/2009

The performance of the fund during the period has been 1.95%. In the same period the performance of the ECP Ethical Euro Fund has been 2.71%. The tracking error volatility has been 1.20%. Performance Deviation and Tracking Error mainly depend upon the dividend reinvestment policy adopted.

By the end of June 2009 there were 100,000 shares outstanding, while the NAV of the Fund was approximately €5 million.

During the period the fund has been rebalanced only marginally.

Tracking strategy has been implemented following the input derived from the Enhanced Replication Model developed by Epsilon SGR. Enhanced Replication aims to minimizing both tracking error and costs carried by the fund.

For the next semester the Fund will be managed according to the Enhanced Replication Model. Portfolio rebalancing is not predictable ex-ante as it can depend upon changes in the ECP Ethical Euro Fund composition or upon the Fund reaching certain levels of over/under performance with reference to the benchmark.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

MSCI Pan Euro Fund 31/12/2008 – 30/06/2009

The performance of the fund during the period has been 2.18%. In the same period the performance of MSCI Pan Euro Index Fund has been 2.26%. The tracking error volatility has been 1.37%. Performance Deviation and Tracking Error mainly depend upon the dividend reinvestment policy adopted.

By the end of June 2009 there were 150,000 shares outstanding, while the NAV of the Fund was approximately €12 million.

During the period the fund has been rebalanced only marginally.

Tracking strategy has been implemented following the input derived from the Enhanced Replication Model developed by Epsilon SGR. Enhanced Replication aims to minimising both tracking error and costs carried by the Fund.

For the next semester the Fund will be managed according to the Enhanced Replication Model. Portfolio rebalancing is not predictable ex-ante as it can depend upon changes in the MSCI Pan Euro Fund composition or upon the Fund reaching certain levels of over/under performance with reference to the benchmark.

Epsilon Associati SGR, S.p.A.
25 August 2009

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Directors' Report

The Directors submit their semi-annual report together with the unaudited Financial Statements of the Company for the period ended 30 June 2009.

Principal activities and review of the development of the business

The Company may offer separate classes of Participating Shares, each representing interests in a Fund comprising a distinct portfolio of investments. The Company obtained the approval of the Financial Regulator for the establishment of two Initial Funds; β 1- MSCI Euro Fund and β 1 - Ethical Index Euro Fund, with one class of Participating Shares in each Initial Fund. On 19 February 2004, approval was given for the establishment of β 1 - MSCI Pan Euro Fund, with one class of participating shares. The Company has been formed to provide investors with an opportunity to purchase shares in a Fund whose investment objective is to replicate so far as possible the price and yield performance of a selected Index (the "Index") thereby allowing investors to obtain market exposure to the companies comprising the Index in an easily tradeable form. Each Fund will seek to hold a portfolio of transferable securities that so far as possible and practicable consists of a considerable number of the component securities of the Index, in different weightings from the Index, provided that the investment objective of the Fund is achieved. The Company has been structured as an umbrella Fund, currently comprised of the MSCI Euro Fund, the Ethical Index Euro Fund and the MSCI Pan Euro Fund. The Company may establish, from time to time, new Funds with the prior approval of the Financial Regulator.

MSCI Euro Fund

The investment objective of the MSCI Euro Fund is to seek to track so far as is possible and practicable the performance of the MSCI Euro Index. The Shares of the MSCI Euro Fund were listed on the Borsa Italiana S.p.A on 11 December 2002.

Ethical Index Euro Fund

The investment objective of the Ethical Index Euro Fund is to seek to track so far as is possible and practicable the performance of the Ethical Index Euro. The Shares of the Ethical Index Euro Fund were listed on the Borsa Italiana S.p.A on 13 January 2003.

MSCI Pan Euro Fund

The investment objective of the MSCI Pan Euro Fund is to seek to track so far as is possible and practicable the performance of the MSCI Pan Euro Index. The MSCI Pan Euro Fund was authorised by the Financial Regulator on 19 February 2004 and commenced trading 9 September 2004. The Shares of the MSCI Pan Euro Fund were listed on the Borsa Italiana S.p.A on 14 September 2004.

Results for the period and state of affairs at 30 June 2009

The results for the period and the state of affairs of the Company at 30 June 2009 see the Investment Manager's Report on pages 3 and 4, the Balance Sheet on pages 7 and 8, the Profit and Loss Account on pages 9, 10 and 11 and the Portfolio Listing on pages 29 to 44. At the period end the Portfolio's net assets relating to ordinary shares amounted to – MSCI Euro Fund €21,223,953 (31 December 2008: €33,788,348) Ethical Index Euro Fund €4,973,876 (31 December 2008: €4,879,220), and MSCI Pan Euro Fund €11,620,86 (31 December 2008: €11,372,688). The classes of the Schedule of Investments of the Funds returned – MSCI Euro Fund 0.57% (31 December 2008: (41.16%)), Ethical Index Euro Fund 1.95% (31 December 2008: (46.76%)), MSCI Pan Euro Fund 2.18% (31 December 2008: (41.04%)).

Dividends

Dividends may be paid out of net income at such times, and in such amounts, as may be determined by the Directors. The Directors do not propose to pay a dividend at this time (31 December 2008: Nil).

Future developments

The Company will continue to pursue the Portfolio's investment objectives outlined in note 1 on page 15.

Important Events during the Period

There were no important events during the period.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Directors' Report (continued)

Risk management objectives and policies

BETA1 ETFund's investment objective is to provide a high total return, measured in Euro, for a suitable long term appreciation of the Investor's capital. Investment in the Company carries with it a degree of risk including but not limited to the risks referred to in note 11 of these Financial Statements.

Directors

The names of the persons who are Directors of the Company at the date of this report are listed on page 2.

The following are Directors related to the Company:

- Richard Barkley was until 30 June 2007 a Director and General Manager of Intesa Bank Ireland plc which is part of the Intesa Sanpaolo Group (formerly Banca Intesa Group), the Correspondent Bank to the Company until 5 September 2004.
- Robert Burke is a consultant to the firm of McCann Fitzgerald, the Irish legal adviser to the Company;
- Sergio Vicinanza is the Managing Director and Chief Investment Officer at Epsilon Associati SGR, S.p.A., the Investment Sub-Manager.
- Ciro Beffi is the Managing Director of Eurizon Capital S.A. in Luxembourg and Cr Firenze Gestion Internationale S.A. He is a member of the Board of Directors of Banca Marche Gestione Internazionale Luxembourg S.A. and Penghua Asset Management in Shenzhen, China. Mr Beffi was previously the General Manager of Banca di Napoli Asset Management SGR. Mr Beffi was conferred with a Doctor of Accountancy by the Court of Torre Annunziata, Naples, Italy.

Directors' interests

Neither the Directors nor their families nor the secretary had any interests in the shares of the Company at 30 June 2009.

Books of Account

The Directors are responsible for ensuring that proper books and accounting records as outlined in Section 202 of the Companies Act 1990 are kept by the Company. To achieve this, the Directors have appointed an experienced administrator to ensure compliance with the requirements of Section 202 of the Companies Act 1990.

These books and accounting records are maintained at the office of the Administrator.

Post Balance Sheet Events

At the time of approval, there were no Post Balance sheet events.

Independent Auditors

The Auditors, KPMG will continue in office in accordance with section 160 (2) of the Companies Act, 1963.

Date: 25 August 2009

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Balance Sheet

		<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
		<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
		<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>	€	€	€	€	€
Assets					
Financial assets at fair value through profit or loss	6	21,010,118	4,952,874	11,519,162	37,482,154
Cash and cash equivalents	4	348,085	189,851	100,725	638,661
Other receivables	5	5,606	17,727	34,262	57,595
Total assets		<u>21,363,809</u>	<u>5,160,452</u>	<u>11,654,149</u>	<u>38,178,410</u>
Liabilities					
Accrued expenses	7	<u>139,856</u>	<u>186,576</u>	<u>33,963</u>	<u>360,395</u>
Liabilities (excluding net assets attributable to redeemable participating shareholders)		<u>139,856</u>	<u>186,576</u>	<u>33,963</u>	<u>360,395</u>
Total net assets attributable to redeemable participating shareholders		<u>21,223,953</u>	<u>4,973,876</u>	<u>11,620,186</u>	<u>37,818,015</u>
Number of redeemable participating shares in issue	8	250,000	100,000	150,000	500,000
Net Asset value per redeemable participating share	17	€84.90	€49.74	€77.47	

The accompanying notes form an integral part of the Financial Statements

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Balance Sheet (continued)

		<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>
		<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
		<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	<i>Notes</i>	€	€	€	€
Assets					
Financial assets at fair value through profit or loss	6	33,170,497	4,851,694	11,248,230	49,270,421
Cash and cash equivalents	4	830,448	242,804	99,945	1,173,197
Other receivables	5	8,400	6,190	18,610	33,200
Other assets	7	-	-	5,903	5,903
Total assets		<u>34,009,345</u>	<u>5,100,688</u>	<u>11,372,688</u>	<u>50,482,721</u>
Liabilities					
Accrued expenses	7	<u>240,997</u>	<u>221,468</u>	-	<u>462,465</u>
Liabilities (excluding net assets attributable to redeemable participating shareholders)		<u>240,997</u>	<u>221,468</u>	-	<u>462,465</u>
Total net assets attributable to redeemable participating shareholders		<u>33,768,348</u>	<u>4,879,220</u>	<u>11,372,688</u>	<u>50,020,256</u>
Number of redeemable participating shares in issue	8	400,000	100,000	150,000	650,000
Net Asset value per redeemable participating share	17	€84.42	€48.79	€75.82	

The accompanying notes form an integral part of the Financial Statements

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Profit and Loss Account

		<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
		<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
		<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>		€	€	€	€
Income					
Net gain on financial assets and liabilities at fair value through profit or loss	10	<u>97,519</u>	<u>175,677</u>	<u>374,208</u>	<u>647,404</u>
Less Expenses:					
Trustee fees	9	(11,285)	(2,433)	(5,721)	(19,439)
Other expenses	9	<u>(90,271)</u>	<u>(49,468)</u>	<u>(52,519)</u>	<u>(192,258)</u>
Total expenses		(101,556)	(51,901)	(58,240)	(211,697)
Withholding Tax		<u>(158,608)</u>	<u>(29,120)</u>	<u>(68,470)</u>	<u>(256,198)</u>
(Decrease)/Increase in net assets attributable to shareholders of redeemable participating shares from operations		<u>(162,645)</u>	<u>94,656</u>	<u>247,498</u>	<u>179,509</u>

The Total Recognised (Loss)/Gain for the period arose solely from continuing operations.

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Profit and Loss Account (continued)

	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>	<i>€</i>	<i>€</i>	<i>€</i>	<i>€</i>
Income				
Net loss on financial assets and liabilities at fair value through profit or loss	10 (23,738,296)	(6,107,924)	(15,291,031)	(45,137,251)
Less Expenses:				
Trustee fees	9 (23,132)	(4,912)	(15,358)	(43,402)
Other expenses	9 (322,821)	(159,935)	(210,624)	(693,380)
Total expenses	(345,953)	(164,847)	(225,982)	(736,782)
Withholding Tax	(448,070)	(103,173)	(282,839)	(834,082)
Decrease in net assets attributable to shareholders of redeemable participating shares from operations	<u>(24,532,319)</u>	<u>(6,375,944)</u>	<u>(15,799,852)</u>	<u>(46,708,115)</u>

The Total Recognised Loss for the year arose solely from continuing operations.

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Profit and Loss Account (continued)

		<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>
		<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Combined</i>
		<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>		€	€	€	€
Income					
Net loss on financial assets and liabilities at fair value through profit or loss	10	<u>(12,439,707)</u>	<u>(3,856,301)</u>	<u>(8,617,878)</u>	<u>(24,913,886)</u>
Less Expenses:					
Trustee fees	9	(9,971)	(2,812)	(6,330)	(19,113)
Other expenses	9	<u>(185,753)</u>	<u>(98,271)</u>	<u>(130,009)</u>	<u>(414,033)</u>
Total expenses		(195,724)	(101,083)	(136,339)	(433,146)
Withholding Tax		<u>(372,862)</u>	<u>(90,327)</u>	<u>(242,192)</u>	<u>(705,381)</u>
Decrease in net assets attributable to shareholders of redeemable participating shares from operations					
		<u>(13,008,293)</u>	<u>(4,047,711)</u>	<u>(8,996,409)</u>	<u>(26,052,413)</u>

The Total Recognised Loss for the period arose solely from continuing operations.

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Changes in Net Assets attributable to Redeemable Participating Shareholders

	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>	€	€	€	€
Balance at 1 January 2009	33,768,348	4,879,220	11,372,688	50,020,256
Issue of Shares	-	-	-	-
(Decrease)/Increase in Net Assets attributable to shareholders of redeemable participating shares from operations	(162,645)	94,656	247,498	179,509
Redemption of Shares	8 <u>(12,381,750)</u>	<u>-</u>	<u>-</u>	<u>(12,381,750)</u>
Balance at 30 June 2009	<u>21,223,953</u>	<u>4,973,876</u>	<u>11,620,186</u>	<u>37,818,015</u>

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Changes in Net Assets attributable to Redeemable Participating Shareholders
(continued)

	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>	€	€	€	€
Balance at 1 January 2008	64,567,667	20,620,914	51,440,790	136,629,371
Issue of Shares	-	-	-	-
Decrease in Net Assets attributable to shareholders of redeemable participating shares from operations	(24,532,319)	(6,375,944)	(15,799,852)	(46,708,115)
Redemption of Shares	8 <u>(6,267,000)</u>	<u>(9,365,750)</u>	<u>(24,268,250)</u>	<u>(39,901,000)</u>
Balance at 31 December 2008	<u>33,768,348</u>	<u>4,879,220</u>	<u>11,372,688</u>	<u>50,020,256</u>

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Changes in Net Assets attributable to Redeemable Participating Shareholders
(continued)

	<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>30 June 2008</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
<i>Notes</i>	€	€	€	€
Balance at 1 January 2008	64,567,667	20,620,914	51,440,790	136,629,371
Issue of Shares	-	-	-	-
Decrease in Net Assets attributable to shareholders of redeemable participating shares from operations	(13,008,293)	(4,047,711)	(8,996,409)	(26,052,413)
Redemption of shares	8 (6,267,000)	(4,042,250)	(8,560,250)	(18,869,500)
Balance at 30 June 2008	<u>45,292,374</u>	<u>12,530,953</u>	<u>33,884,131</u>	<u>91,707,458</u>

The accompanying notes form an integral part of the Financial Statements.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements

1. Establishment

BETA1 ETFund plc (the “Company”) is established as an umbrella Fund offering separate classes of shares, each representing interests in a Fund comprising a distinct portfolio or pool of investments. The following Funds have been approved by the Financial Regulator with the following investment objectives and policies:

MSCI Euro Fund

The investment objective of MSCI Euro Fund is to track closely the MSCI Euro Index, thereby allowing investors to obtain market exposure to the companies comprising the Index through the holding of shares in the Fund. The Shares were listed on the Borsa Italiana S.p.A on 11 December 2002.

Ethical Index Euro Fund

The investment objective of Ethical Index Euro Fund is to track closely the Ethical Index Euro, thereby allowing investors to obtain market exposure to the companies comprising the Index through the holding of shares in the Fund. The Shares were listed on the Borsa Italiana S.p.A. on 13 January 2003.

MSCI Pan Euro Fund

The investment objective of the Fund is to seek to track so far as is possible and practicable the performance of the MSCI Pan-Euro Index, thereby allowing investors to obtain market exposure to the companies comprising the Index through the holding of shares in the Fund. The Fund began trading on 9 September 2004. The Shares were listed on the Borsa Italiana S.p.A. on 14 September 2004.

2. Accounting Policies

(a) Basis of preparation

The unaudited Financial Statements are prepared under the historical cost convention as modified by the inclusion of investments at fair value through profit or loss.

The financial statements presented are unaudited condensed financial statements for the six month period ended 30 June 2009. They have been prepared in accordance with pronouncements on Half Yearly Financial Reports issued by the Accounting Standards Board (“ASB”). The unaudited condensed financial statements should be read in conjunction with the financial statements for the year ended 31 December 2008 which were prepared in accordance with accounting standards generally accepted in Ireland, as issued by the Accounting Standards Board and published by the Institute of Chartered Accountants in Ireland, Irish Statute comprising the Companies Act, 1963 to 2009, and the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2003, as amended.

The format and certain wording of the unaudited financial statements has been adopted from those contained in the Companies (Amendment) Act 1986 and FRS 3 ‘Reporting Financial Performance’ so that in the opinion of the Directors, they more appropriately reflect the nature of the Company’s business as an Investment Company. In the opinion of the Directors the unaudited financial statements otherwise give the information required by the Companies Acts 1963 to 2009.

The Company has availed of an exemption available to open-ended investment funds under FRS 1, not to prepare a cash flow statement.

The preparation of financial statements requires management to make judgements, estimates and assumptions that effect the application of policies and the reported amounts of assets and liabilities, income and expense. The estimates and associated assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances, the results of which form the basis of making the judgements about carrying values of assets and liabilities that are not readily apparent from other sources. Actual results may differ from estimates.

The estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognised in the period in which the estimates are revised if the revision affects only that period or in the period of the revision and future periods if the provision affects both future and current periods.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

2. Accounting Policies (continued)

(b) Income Recognition

Interest and dividends on financial instruments held at fair value through profit or loss for the year are credited to net gain on financial assets and liabilities at fair value in the Profit and Loss Account on an accruals basis, gross of withholding tax.

(c) Valuation of Investments

The designation of Investments as financial assets and liabilities at fair value through profit or loss is consistent with the Company's investment strategy. This category has two sub-categories: financial assets and liabilities held for trading, and those designated by management at fair value through profit or loss at inception. Financial assets or liabilities held for trading are acquired or incurred principally for the purpose of selling or repurchasing in the short term. Derivatives are also categorised as held for trading, as the Company does not designate any derivatives as hedges in a hedging relationship.

Regular-way purchases and sales of investments are recognised on trade date, the date on which the Company commits to purchase or sell the asset. Investments are initially recognised at fair value. Gains and losses arising from changes in the fair value of the 'financial assets at fair value through profit or loss' category are included in the Profit and Loss Account in the period in which they arise.

The fair value of financial instruments traded in active markets (such as publicly traded derivatives and trading securities) is based on quoted market prices at the balance sheet date. The quoted market price used for financial assets held by the Company is the current bid price, whilst the 'ask' price is used for financial liabilities.

Redeemable participating shares are redeemable at the Shareholder's option and are classified as financial liabilities. The redeemable shares can be repurchased by the company at anytime for cash equal to a proportionate share of the Company's Net Asset Value. The redeemable share is carried at the redemption amount that is payable at the balance sheet date if the shareholder exercised their right to have the Company repurchase his or her share. In accordance with the Prospectus, the Company is contractually obliged to redeem shares at dealing prices.

Financial instruments are subsequently re-measured at fair value, based on quoted market prices. Investments or other assets for which market quotations are not readily available from such recognized price vendors will be valued at their fair value as determined in good faith in accordance with the procedures adopted by the Trustee with the advice from the Investment Manager. Gains and losses arising from changes in the fair value of the financial assets at FVTPL category (fair value through profit and loss) are included in the Profit and Loss Account as they arise.

The Company may, from time to time, invest in financial instruments that are not traded in an active market (for example in over-the-counter derivatives). The fair value of such instruments is estimated using valuation techniques. The Company may use a variety of methods and make assumptions that are based on market conditions existing at the balance sheet date. Such valuation techniques may include the use of comparable recent arm's length transactions, discounted cash flow analysis, option pricing models and other valuation techniques commonly used by market participants. There were no such techniques used for the period ended 30 June 2009.

(d) Realised gains and losses

All realised and unrealised gains and losses are recognised against income in the current period in the Profit and Loss Account.

(e) Expense recognition

All expenses are recognised in the Profit and Loss Account on an accruals basis.

(f) Distributions

It is proposed that distributions may be paid out of net income at such times and in such amounts as may be determined by the Directors.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

2. Accounting Policies (continued)

(g) Foreign Currency

Items included in the Company's Financial Statements are measured using the currency of the primary economic environment in which it operates (the "functional currency"). This is the Euro, which reflects the fact that the Company's investor base is located in the Eurozone and the majority of funding is in Euro.

Transactions during the period denominated in foreign currencies have been translated at the rates of exchange ruling at the dates of transactions. Assets and liabilities denominated in foreign currencies are translated at the rates of exchange at the balance sheet date.

For foreign currency investment transactions and foreign currency investments held at the period end, the resulting profits or losses are included in the net gain/(loss) on financial assets and liabilities at fair value through profit or loss in the Profit and Loss Account.

3. Taxation

The Company qualifies as an investment undertaking as defined in Section 739 (B) 1 of the Taxes (Consolidation) Acts 1997. It is not chargeable to Irish tax on its income or capital gains. Tax may arise on the happening of a chargeable event. Generally a chargeable event arises on any distribution, redemption, repurchase, cancellation, transfer of shares or on the ending of a 'Relevant Period', a 'Relevant Period' being an eight year period beginning with the acquisition of the shares by the shareholder and each subsequent period of eight years beginning immediately after the preceding Relevant Period.

A chargeable event does not include:

- (i) Any transactions in relation to shares held in a recognised clearing system as designated by order of the Revenue Commissioners of Ireland; or;
- (ii) An exchange of shares representing on Sub-fund for another Sub-fund of the Company; or;
- (iii) An exchange of shares arising on a qualifying amalgamation or reconstruction of the Company with another Company; or;
- (iv) Certain exchanges of shares between spouses and former spouses.

A chargeable event will not occur in respect of shareholders who are neither resident nor ordinarily resident in Ireland and who have provided the Company with a relevant declaration to that effect.

In the absence of an appropriate declaration, the Company will be liable to Irish Tax on the occurrence of a chargeable event. There were no chargeable events during the period under review.

Capital gains, dividends and interest received may be subject to withholding taxes imposed by the country of origin and such taxes may not be recoverable by the Company or its shareholders.

4. Cash and Cash Equivalents

The Company's cash balances are maintained with Bank of New York Mellon, Brussels.

5. Other Receivables

	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Combined</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	
	€	€	€	€
Accrued income receivable	5,606	17,727	34,262	57,595
Pre-paid expenses	-	-	-	-
	<u>5,606</u>	<u>17,727</u>	<u>34,262</u>	<u>57,595</u>

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

5. Other Receivables (continued)

	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Accrued income receivable	-	6,190	18,610	24,800
Pre-paid expenses	8,400	-	-	8,400
	<u>8,400</u>	<u>6,190</u>	<u>18,610</u>	<u>33,200</u>

6. Financial Instruments at Fair Value through Profit or Loss

	<i>30 June 2009</i>	<i>31 December 2008</i>
	<i>Fair Value</i>	<i>Fair Value</i>
	€	€
Financial Assets at fair value through profit or loss		
Transferable securities	37,482,154	49,270,421
	<u>37,482,154</u>	<u>49,270,421</u>

7. Accrued Expenses

	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Combined</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	
	€	€	€	€
Audit	-	(14,109)	(5,716)	(19,825)
Administration fees	(20,304)	(7,948)	(4,100)	(32,352)
Legal expenses	(6,799)	(31,060)	(6,046)	(43,905)
Distribution fees and Investment Management fees*	(660)	13,614	19,919	32,873
Transfer Agency fees	(3,972)	(4,472)	(760)	(9,204)
Custody fees	(10,006)	(21,371)	(5,446)	(36,823)
Trustee fees	(127)	(22,292)	(1,631)	(24,050)
Licensing fees	(26,709)	(12,764)	(3,038)	(42,511)
Miscellaneous expenses	(71,279)	(86,174)	(27,145)	(184,598)
	<u>(139,856)</u>	<u>(186,576)</u>	<u>(33,963)</u>	<u>(360,395)</u>

*Net of Distribution and Investment Management fees.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

7. Accrued Expenses (continued)

	<i>31 December 2008</i> <i>MSCI</i> <i>Euro Fund</i> €	<i>31 December 2008</i> <i>Ethical Index</i> <i>Euro Fund</i> €	<i>31 December 2008</i> <i>MSCI Pan</i> <i>Euro Fund</i> €	<i>31 December 2008</i> <i>Combined</i> €
Audit	(17,188)	(13,704)	(12,827)	(43,719)
Administration fees	(21,298)	(6,938)	(5,692)	(33,928)
Legal expenses	(14,710)	(22,685)	(4,148)	(41,543)
Distribution fees and Investment Management fees*	(57,146)	(38,064)	52,668	(42,542)
Transfer Agency fees	(3,555)	(4,203)	(1,087)	(8,845)
Custody fees	(9,100)	(22,193)	(1,284)	(32,577)
Trustee fees	(88,366)	(3,300)	(2,500)	(94,166)
Licensing fees	(29,634)	(12,569)	(1,092)	(43,295)
Miscellaneous expenses	-	(97,812)	(18,135)	(115,947)
Total accrued expenses	<u>(240,997)</u>	<u>(221,468)</u>	<u>5,903</u>	<u>(456,562)</u>

*Net of Distribution and Investment Management fees.

8. Share Capital

Redeemable participating shares are redeemable at the Shareholder's option and are classified as financial liabilities. The participating shares can be put back to the Company at any time for cash equal to a proportionate share of the relevant Fund's Net Asset Value. The participating shares are carried at the redemption amount that is payable at the balance sheet date if the shareholders exercised their right to put the shares back to the Company.

The initial share capital of the Company is €40,000 divided into 40,000 Subscriber Shares of no par value, and 5 billion shares of no par value.

Subscriber Shares

The Subscriber Shares' entitlement shall be limited to the amount subscribed and any accrued income thereon. The Subscriber Shares are not included in the calculation of the NAV per share. The Subscriber Shares are 25% paid.

Participating Shares

Each of the Participating Shares of the Fund entitles the holder (the "Shareholder") to attend and vote at all meetings held by the Company, as well as participate equally on a pro rata basis in the dividends and net assets of the relevant Fund. The movement in shareholders funds for the period ended 30 June 2009, 31 December 2008 and 30 June 2008 are set out on pages 20 and 21.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

8. Share Capital (continued)

At present the only share class in issue is the € share class

<i>Shares – Units</i>	2009		2009	
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Subscriber</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Shares</i>
Shares in issue at 1 January 2009	400,000	100,000	150,000	40,000
Subscriptions for period	-	-	-	-
Redemptions for period	(150,000)	-	-	-
Shares in issue at 30 June 2009	<u>250,000</u>	<u>100,000</u>	<u>150,000</u>	<u>40,000</u>

<i>Shares – Units</i>	2008		2008	
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Subscriber</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Shares</i>
Shares in issue at 1 January 2008	450,000	225,000	400,000	40,000
Subscriptions for year	-	-	-	-
Redemptions for year	(50,000)	(125,000)	(250,000)	-
Shares in issue at 31 December 2008	<u>400,000</u>	<u>100,000</u>	<u>150,000</u>	<u>40,000</u>

<i>Shares – Units</i>	2008		2008	
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Subscriber</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Shares</i>
Shares in issue at 1 January 2008	450,000	225,000	400,000	40,000
Subscriptions for period	-	-	-	-
Redemptions for period	(50,000)	(50,000)	(75,000)	-
Shares in issue at 30 June 2008	<u>400,000</u>	<u>175,000</u>	<u>325,000</u>	<u>40,000</u>

<i>Shares – € (nominal amounts)</i>	2009		2009	
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Subscriber</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Shares</i>
Shares in issue at 1 January 2009	38,326,454	2,788,275	11,015,875	40,000
Subscriptions for period	-	-	-	-
Redemptions for period	(12,381,750)	-	-	-
Shares in issue at 30 June 2009	<u>25,944,704</u>	<u>2,788,275</u>	<u>11,015,875</u>	<u>40,000</u>

<i>Shares – € (nominal amounts)</i>	2008		2008	
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	<i>Subscriber</i>
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Shares</i>
Shares in issue at 1 January 2008	44,593,454	16,405,922	35,284,125	40,000
Subscriptions for year	-	-	-	-
Redemptions for year	(6,267,000)	(9,365,750)	(24,268,250)	-
Shares in issue at 31 December 2008	<u>38,326,454</u>	<u>7,040,172</u>	<u>11,015,875</u>	<u>40,000</u>

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

8. Share Capital (continued)

<i>Shares – € (nominal amounts)</i>	2008		2008	
	<i>MSCI Euro Fund</i>	<i>Ethical Index Euro Fund</i>	<i>MSCI Pan Euro Fund</i>	<i>Subscriber Shares</i>
Shares in issue at 1 January 2008	44,593,454	16,405,923	55,202,620	40,000
Subscriptions for period	-	-	-	-
Redemptions for period	(6,267,000)	(4,042,250)	(8,560,250)	-
Shares in issue at 30 June 2008	<u>38,326,454</u>	<u>12,363,673</u>	<u>46,642,370</u>	<u>40,000</u>

9. Expenses

	30 June 2009		30 June 2009	
	<i>MSCI Euro Fund</i>	<i>Ethical Index Euro Fund</i>	<i>MSCI Pan Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Audit	5,935	5,474	5,935	17,344
Administration fees	36,906	7,299	17,163	61,368
Legal expenses	12,364	12,825	12,364	37,553
Distribution fees	398,136	235,086	423,224	1,056,446
Investment management fees	70,660	13,936	27,245	111,841
Transfer agency fees	2,967	2,769	2,173	7,909
Custody fees	5,935	7,417	17,309	30,661
Trustee fees	11,285	2,433	5,721	19,439
Licensing fees	7,098	1,394	2,621	11,113
Miscellaneous expenses	32,777	29,921	32,933	95,631
	584,063	318,554	546,688	1,449,305
Reduction due to cap in fees*	<u>(482,507)</u>	<u>(266,653)</u>	<u>(488,448)</u>	<u>(1,237,608)</u>
Total expenses	<u>101,556</u>	<u>51,901</u>	<u>58,240</u>	<u>211,697</u>

*The excess expenses are borne by the Distributor and Investment Manager on a pro rata basis, as detailed further in note 13.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

9. Expenses (continued)

	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>	<i>31 December 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Audit	12,001	12,001	12,001	36,003
Administration fees	66,345	14,737	44,238	125,320
Legal expenses	25,001	25,001	25,001	75,003
Distribution fees	141,455	67,896	98,641	307,992
Investment management fees	142,136	34,093	82,096	258,325
Transfer agency fees	5,999	5,600	5,600	17,199
Custody fees	12,001	14,999	35,001	62,001
Trustee fees	23,132	4,912	15,358	43,402
Licensing fees	28,526	6,846	15,914	51,286
Miscellaneous expenses	70,273	62,497	71,942	204,712
	<u>526,869</u>	<u>248,582</u>	<u>405,792</u>	<u>1,181,243</u>
Reduction due to cap in fees*	<u>(180,916)</u>	<u>(83,735)</u>	<u>(179,810)</u>	<u>(444,461)</u>
Total expenses	<u>345,953</u>	<u>164,847</u>	<u>225,982</u>	<u>736,782</u>
	<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>	<i>30 June 2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Audit	5,968	5,968	5,968	17,904
Administration fees	29,914	8,434	23,186	61,534
Legal expenses	12,432	12,432	12,432	37,296
Distribution fees	82,179	46,503	63,845	192,527
Investment management fees	86,289	34,269	75,223	195,781
Transfer agency fees	2,983	2,785	2,785	8,553
Custody fees	5,968	7,458	17,405	30,831
Trustee fees	9,971	2,812	6,330	19,113
Licensing fees	16,573	4,689	10,300	31,562
Miscellaneous expenses	36,651	31,713	37,266	105,630
	<u>288,928</u>	<u>157,063</u>	<u>254,740</u>	<u>700,731</u>
Reduction due to cap in fees*	<u>(93,204)</u>	<u>(55,980)</u>	<u>(118,401)</u>	<u>(267,585)</u>
Total expenses	<u>195,724</u>	<u>101,083</u>	<u>136,339</u>	<u>433,146</u>

*The excess expenses are borne by the Distributor and Investment Manager on a pro rata basis, as detailed further in note 13.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

10. Net gain/(loss) on financial assets and liabilities at fair value through Profit or Loss

	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>	<i>30 June 2009</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Net Interest Income	838	456	(268)	1,026
Gross Dividend Income	795,631	156,714	372,465	1,324,810
	<u>796,469</u>	<u>157,170</u>	<u>372,197</u>	<u>1,325,836</u>
Realised and Unrealised Gain on Investments				
Net Realised Loss on Investments	(3,550,476)	(1,117,170)	(1,176,660)	(5,844,306)
Net Realised Currency Gain/(Loss)	239	(91,770)	(151,701)	(243,232)
	<u>(3,550,237)</u>	<u>(1,208,940)</u>	<u>(1,328,361)</u>	<u>(6,087,538)</u>
Movement in Net Unrealised Gain on Investments	2,850,801	1,135,866	1,178,037	5,164,704
Movement in Net Unrealised Currency Gain	486	91,581	152,335	244,402
	<u>2,851,287</u>	<u>1,227,447</u>	<u>1,330,372</u>	<u>5,409,106</u>
Net Gain on financial assets and liabilities at fair value through profit or loss	<u>97,519</u>	<u>175,677</u>	<u>374,208</u>	<u>647,404</u>
	<i>31 December</i>	<i>31 December</i>	<i>31 December</i>	<i>31 December</i>
	<i>2008</i>	<i>2008</i>	<i>2008</i>	<i>2008</i>
	<i>MSCI</i>	<i>Ethical Index</i>	<i>MSCI Pan</i>	
	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Net Interest Income	34,000	8,128	1,831	43,959
Gross Dividend Income	2,202,917	569,389	1,590,575	4,362,881
	<u>2,236,917</u>	<u>577,517</u>	<u>1,592,406</u>	<u>4,406,840</u>
Realised and Unrealised Loss on Investments				
Net Realised Gain/(Loss) on Investments	809,993	(49,754)	(1,695,574)	(935,335)
Net Realised Currency Loss	(2,201)	(247,585)	(749,042)	(998,828)
	<u>807,792</u>	<u>(297,339)</u>	<u>(2,444,616)</u>	<u>(1,934,163)</u>
Movement in Net Unrealised Loss on Investments	(26,784,432)	(6,631,670)	(15,176,537)	(48,592,639)
Movement in Net Unrealised Currency Gain	1,427	243,568	737,716	982,711
	<u>(26,783,005)</u>	<u>(6,388,102)</u>	<u>(14,438,821)</u>	<u>(47,609,928)</u>
Net loss on financial assets and liabilities at fair value through profit or loss	<u>(23,738,296)</u>	<u>(6,107,924)</u>	<u>(15,291,031)</u>	<u>(45,137,251)</u>

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

10. Net gain/loss on financial assets and liabilities at fair value through Profit or Loss (continued)

	<i>30 June</i> 2008	<i>30 June</i> 2008	<i>30 June</i> 2008	<i>30 June</i> 2008
	<i>MSCI</i> <i>Euro Fund</i>	<i>Ethical Index</i> <i>Euro Fund</i>	<i>MSCI Pan</i> <i>Euro Fund</i>	<i>Combined</i>
	€	€	€	€
Net Interest Income	7,077	2,668	(1,384)	8,361
Gross Dividend Income	1,819,120	485,712	1,297,486	3,602,318
	<u>1,826,197</u>	<u>488,380</u>	<u>1,296,102</u>	<u>3,610,679</u>
Realised and Unrealised Loss on Investments				
Net Realised Gains on Investments	1,200,066	670,044	1,110,310	2,980,420
Net Realised Currency Loss	(137)	(113,386)	(392,827)	(506,350)
	<u>1,199,929</u>	<u>556,658</u>	<u>717,483</u>	<u>2,474,070</u>
Movement in Net Unrealised Loss on Investments	(15,465,970)	(5,012,446)	(11,014,487)	(31,492,903)
Movement in Net Unrealised Currency Gain	137	111,107	383,024	494,268
	<u>(15,465,833)</u>	<u>(4,901,339)</u>	<u>(10,631,463)</u>	<u>(30,998,635)</u>
Net loss on financial assets and liabilities at fair value through profit or loss	<u>(12,439,707)</u>	<u>(3,856,301)</u>	<u>(8,617,878)</u>	<u>(24,913,886)</u>

11. Risk associated with Financial Instruments

In pursuing its investment objectives referred to in note 1 the Company invests in transferable securities, primarily equities, with the aim of spreading risk. The Company's investments expose it to varying risks including market, foreign currency, credit/counterparty and liquidity risks. A description of the specific risks and the policies for managing these risks are included below. Fair value is determined in accordance with Accounting Policy note 2(c). The Portfolio Listing of the Company at the period end is on pages 29 to 44 is representative of the type of investments held during the period.

(a) Market Risk

Market risk arises mainly from uncertainty about future prices of financial instruments held. It represents the potential loss the Company might suffer through holding market positions in the face of price movements. The Investment Manager considers the asset allocation of the portfolio in order to spread the risk associated with particular market sectors whilst continuing to follow the Company's investment objectives.

(b) Currency risk

The Funds' investments may be acquired in a variety of currencies depending on the denomination of the securities that comprise the relevant index. It is unlikely that the Funds will choose to minimise exposure to currency fluctuation risks by the use of hedging. However, a substantial portion of the net assets of the Funds are denominated in Euro with the effect that the Balance Sheet and total return would not be significantly affected by currency movements.

(c) Interest rate risk

At the period end, the Funds only invested in Transferable Securities. These investments do not have a significant exposure to interest rate risk.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

11. Risk associated with Financial Instruments (continued)

(d) Liquidity risk

The main liquidity risks of the Company are associated with the need to satisfy Shareholders' requests for redemptions. This risk is mitigated by the Company primarily investing in securities listed or traded on the recognised markets in Organisation for Economic Co-operation and Development ("OECD") member states and other countries. Thus assets comprise realisable securities which can be readily sold.

(e) Credit risk

The Company is exposed to counterparty risk on parties with whom it trades and will bear the risk of settlement default. The Company reduces concentrations of credit risk by undertaking transactions with a large number of customers and counterparties on recognised and reputable exchanges as the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation. The Company only buys and sells investments through brokers which have been approved by the Investment Manager as an acceptable counterparty. At the period end the Company's maximum credit exposure is best represented by carrying amounts of financial assets as disclosed in the Balance Sheet.

Substantially all of the assets of the Company are held by the Custodian. Under the Custodian agreement, the Custodian must segregate, keep and maintain the investments of the Company separate from those of the Custodian and its affiliates. Nonetheless, there remains risk that bankruptcy or insolvency of the Custodian may cause the Company's rights with respect to securities held by the Custodian to be delayed or limited. The Company monitors its risk by monitoring the credit quality and financial positions of the Custodian and of its parent.

The Funds do not have over the counter derivatives positions and only Delivery Versus Payment (DVP) orders are allowed. Credit risk is not relevant for the Funds, therefore considering the type of transactions perfected for the three compartments (settlement on a Delivery versus Payment base) credit risk as defined by the accounting principle is marginal. The risk should therefore relate only to the "Accrued income and other receivables" item which refers mostly to dividend not yet received and to "Securities sold Receivables" that as above explained instead refers to transactions regulated on a DVP base.

(f) Index Risk

The past performance of each Index is not necessarily a guide to future performance.

(g) Investment Risk

There can be no assurance that the Funds will achieve their investment objective. The value of Participating Shares and the income therefrom may rise or fall as the capital value of the securities in which the Initial Funds invest may fluctuate. The investment income of a Fund is based on the income earned on the securities it holds, less expenses incurred. Therefore, a Fund's investment income may be expected to fluctuate in response to changes in such income or expenses.

None of the Funds will be able to replicate exactly the performance of the relevant Index because the total return generated by the investment in the securities comprising the Index will be reduced by certain costs and expenses whereas such costs and expenses are not included in the calculation of the relevant Index. None of the Funds may fully replicate the performance of the relevant Index due to the temporary unavailability of certain securities in the secondary market or due to other extraordinary circumstances which will result in a deviation from precise index weightings. Where securities comprising the relevant Index are suspended from trading or where other market disruption events occur it may not be possible to rebalance the portfolio of securities held in the Funds and this may lead to tracking errors. In addition, the limits on the investments made by the Initial Funds imposed by the Regulations may also mean that a Fund may not fully replicate the performance of the relevant Index if the concentration or type of investments in the Index contravenes those limits.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

11. Risk associated with Financial Instruments (continued)

(h) Cross Liability Risk

Although each Fund will be treated as bearing its own liabilities, the Company as a whole will remain liable to third parties. Assets may be transferred to and from Funds if it is necessary to do so to satisfy any creditor proceeding against certain of the assets of the Company or otherwise. In the event that any assets are so transferred the Directors shall advise Shareholders of any such transfer in the next succeeding annual or half-yearly report to Shareholders. As at period end there are no cross liability exposures.

12. Efficient Portfolio Management

The Company may employ investment techniques and instruments for efficient portfolio management purposes only, subject to the conditions and within the limits from time to time laid down by the Financial Regulator.

13. Significant Agreements and Related Party Transactions

BNY Mellon Fund Services (Ireland) Limited has been appointed by the Company as Administrator of the Company pursuant to the Administration Agreement and to act as the registrar and transfer agent.

BNY Mellon Trust Company (Ireland) Limited has been appointed by the Company as Custodian of the Company and is engaged in the provision of trustee and custodial services to the Company.

The Investment Manager, Investment Sub-Manager and Distributor Bank are deemed related to the Company.

The Company has appointed Eurizon Investimenti SGR, S.p.A. (formerly CAAM SGR, S.p.A., NEXTRA Investment Management SGR, S.p.A.) as Investment Manager. The Company shall pay to the Investment Manager, a fee in respect of each of the Initial Funds of up to 0.30 per cent per annum of the Net Asset Value of the Fund, out of which the Investment Manager shall pay the Investment Sub-Manager's fees and expenses. The Company shall pay to the Investment Manager, out of the Annual Expenses, a fee in respect of the MSCI Pan Euro Fund of up to 0.25 per cent per annum of the Net Asset Value of the Fund. The Company shall pay the Annual Expenses attributable to each Fund.

The Annual Expenses should not exceed 0.60 per cent (MSCI Euro Fund), 0.90 per cent (Ethical Index Euro Fund) and 0.60 per cent (MSCI Pan Euro Fund) per annum of the Net Asset Value of the relevant Fund. The Investment Manager and the Distributor will be responsible, in proportion to the maximum amount of Investment Management and Distribution Fees they are entitled to receive in respect of each Fund, for the reimbursement to the Company of such amounts that exceed these limits.

The Investment Manager has delegated responsibility for the investment and re-investment of the Sub-Funds' assets to Epsilon Associati SGR, S.p.A., the Investment Sub-Manager. The share capital of Epsilon Associati SGR, S.p.A. has been controlled by Eurizon Investimenti SGR, S.p.A. (formerly CAAM SGR, S.p.A., NEXTRA Investment Management SGR, S.p.A.) since February 2002. The share capital of Eurizon Investments, SGR, S.p.A has been controlled by Intesa Sanpolo.

The Company has appointed Eurizon Investimenti SGR, S.p.A. (formerly CAAM SGR, S.p.A., NEXTRA Investment Management SGR, S.p.A.) to act as Distributor of the Funds in Italy. Eurizon Investimenti SGR, S.p.A, shall also be responsible for promoting the Funds, advising on the promotion of the Funds and for making recommendations in relation to each Fund's marketing policy. The Company shall pay to the Distributor a fee of up to 0.30 per cent of the MSCI Euro Fund, up to 0.60 per cent of the Ethical Index Euro Fund and up to 0.30 per cent of the MSCI Pan Euro Fund per annum of the Net Asset Value of the relevant Fund. Out of these fees, the Distributor will be responsible for the payment of its own out-of-pocket expenses and ongoing Promotional Expenses (as defined in the Prospectus) in respect of the Fund.

All shares at 30 June 2009 are held by Bank of New York Mellon as common depository for the Fund.

BNY Mellon Fund Services (Ireland) Limited, the Administrator is ultimately 100% owned by Bank of New York Mellon Asset Servicing.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

14. Soft Commissions

There are no soft commission arrangements entered into in respect of the Company.

15. Reconciliation of Net Asset Value

In accordance with the prospectus and established market practice, the investments have been valued at mid prices in order to determine the monthly NAV's. For the Financial Statements the investments have been valued in accordance with FRS 26 "Financial Instruments: Measurement", at market Bid prices on the balance sheet date.

As at 30 June 2009 there were no adjustments required in relation to the difference between Mid and Bid prices of the portfolios.

16. Exchange Rates

The following are the exchange rates used to translate foreign currency assets and liabilities to base currency as at 30 June 2009:

€1 = CHF 1.52550 €1 = SEK 10.86755
 €1 = USD 1.40264 €1 = GBP 0.85171

The following were the exchange rates used to translate foreign currency assets and liabilities to base currency as at 31 December 2008:

€1 = CHF 1.47947 €1 = SEK 10.99212
 €1 = USD 1.39000 €1 = GBP 0.96679

The following are the exchange rates used to translate foreign currency assets and liabilities to base currency as at 30 June 2008:

€1 = CHF 1.60483 €1 = SEK 9.47745
 €1 = USD 1.57554 €1 = GBP 0.79167

17. Comparatives

	<i>MSCI Euro Fund NAV €</i>	<i>MSCI Euro Fund NAV per Share €</i>	<i>Ethical Index Euro Fund NAV €</i>	<i>Ethical Index Euro Fund NAV per Share €</i>	<i>MSCI Pan Euro Fund NAV €</i>	<i>MSCI Pan Euro Fund NAV per Share €</i>
30 June 2009	21,223,953	84.8958	4,973,876	49.7387	11,620,186	77.4679
31 December 2008	33,768,348	84.4208	4,879,220	48.7921	11,372,688	75.8179
30 June 2008	45,292,374	113.2309	12,530,953	71.6054	33,884,131	104.26
31 December 2007	64,567,667	143.4837	20,620,914	91.6485	51,440,790	128.6019

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Notes to the Financial Statements (continued)

18. Reporting Date

The Financial Statements are based on information produced at 30 June 2009, as this was the last dealing day of the Fund in the financial period.

19. Post Balance Sheet Events

At the date of approved, there have been no Post Balance sheet Events.

20. Approval of Financial Statements

The Directors approved the Financial Statements on 25 August 2009.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Euro Fund

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i> €	<i>% of</i> <i>Net Assets</i>
Common Stock			
Belgium			
7,174	Dexia	38,768	0.18
4,184	InBev	107,696	0.51
2,526	KBC Bankverzekeringsholding	32,838	0.15
	Total Belgium (31 December 2008: 226,642)	179,302	0.84
Finland			
6,303	Fortum	102,235	0.48
59,450	Nokia	620,658	2.92
6,083	Sampo	81,816	0.39
	Total Finland (31 December 2008: 1,297,084)	804,709	3.79
France			
2,795	Accor	78,973	0.37
3,821	Air Liquide	248,785	1.17
2,964	Alstom	124,651	0.59
22,875	AXA	306,296	1.44
12,161	BNP Paribas	562,446	2.65
3,211	Bouygues	86,055	0.41
8,498	Carrefour	258,509	1.22
5,178	Compagnie de Saint-Gobain	123,366	0.58
2,116	Compagnie Generale des Etablissements Michelin	85,920	0.41
10,146	Credit Agricole	90,056	0.42
2,828	EDF	98,061	0.46
26,551	France Telecom	429,064	2.02
15,369	GDF Suez	407,893	1.92
7,194	Groupe Danone	253,085	1.19
1,021	Hermes International	101,079	0.48
2,127	Lafarge	102,628	0.48
3,639	L'Oreal	193,868	0.91
3,413	LVMH Moet Hennessy	185,667	0.89
2,604	Pernod-Ricard	116,841	0.55
1,066	PPR	61,993	0.29
2,684	Renault	70,240	0.33
14,779	Sanofi-Aventis	618,797	2.92

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
France (continued)			
3,063	Schneider Electric	166,321	0.78
5,975	Societe Generale	232,338	1.10
3,445	Suez	42,873	0.20
30,850	Total	1,187,108	5.59
1,078	Unibail-Rodamco	114,440	0.54
5,051	Veolia Environnement	106,020	0.50
5,828	Vinci	186,409	0.88
16,728	Vivendi Universal	284,961	1.34
	Total France (31 December 2008: 11,138,188)	6,924,743	32.63
Germany			
6,482	Allianz	425,414	2.00
14,367	BASF	407,017	1.92
11,360	Bayer	434,179	2.05
4,771	Bayerische Motoren Werke	128,054	0.60
8,475	Commerzbank	37,544	0.18
13,276	Daimler	342,255	1.61
7,351	Deutsche Bank	317,526	1.50
2,907	Deutsche Boerse	160,699	0.76
11,483	Deutsche Post	106,620	0.50
41,062	Deutsche Telekom	344,921	1.63
27,442	E.ON	692,087	3.26
2,725	Fresenius Medical Care	86,900	0.41
1,740	Linde	101,668	0.48
1,556	MAN	67,997	0.32
3,051	Muenchener Rueckversicherungs	293,476	1.38
1,170	Porsche Automobil Holding	55,926	0.26
6,314	RWE	354,152	1.67
12,819	SAP	367,521	1.73
12,474	Siemens	613,222	2.89
5,234	ThyssenKrupp	92,589	0.44
1,938	Volkswagen	467,329	2.20
	Total Germany (31 December 2008: 9,632,901)	5,897,096	27.79

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i> €	<i>% of</i> <i>Net Assets</i>
Common Stock (continued)			
Italy			
16,036	Assicurazioni Generali	237,493	1.12
9,456	Banco Popolare Societa Cooperativa	50,306	0.24
71,834	Enel	249,264	1.17
38,267	ENI	644,799	3.03
10,280	Fiat	73,605	0.35
112,228	Intesa Sanpaolo	257,563	1.21
157,733	Telecom Italia	155,367	0.73
136,607	UniCredit Group	245,210	1.16
17,556	Unione di Banche Italiane	81,855	0.39
	Total Italy (31 December 2008: 3,264,282)	1,995,462	9.40
Luxembourg			
13,164	ArcelorMittal	307,906	1.45
	Total Luxembourg (31 December 2008: 342,336)	307,906	1.45
Netherlands			
21,338	Aegon	93,526	0.44
3,906	Akzo Nobel	122,492	0.58
3,586	Heineken	94,814	0.45
27,778	ING Groep	199,224	0.94
18,356	Koninklijke Ahold	150,226	0.71
27,887	Koninklijke KPN	273,265	1.29
17,687	Koninklijke Philips Electronics	232,142	1.09
8,862	Reed Elsevier	69,505	0.33
5,742	TNT	79,498	0.37
24,902	Unilever	427,443	2.01
	Total Netherlands (31 December 2008: 2,733,140)	1,742,135	8.21
Spain			
54,137	Banco Bilbao Vizcaya Argentaria	483,985	2.28
106,581	Banco Santander Central Hispano	912,333	4.30

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
Spain (continued)			
9,398	Gas Natural	121,892	0.57
54,114	Iberdrola	312,779	1.48
3,132	Inditex	107,020	0.50
11,440	Repsol	182,354	0.86
64,417	Telefonica	1,038,402	4.89
	Total Spain (31 December 2008: 4,535,924)	<u>3,158,765</u>	<u>14.88</u>
Rights			
Belgium			
44,932	Fortis Rights 30/12/2014	-	-
	Total Belgium (31 December 2008: nil)	<u>-</u>	<u>-</u>
	Transferable Securities at fair value through profit or loss (31 December 2008: 33,170,497)	21,010,118	98.99
	Other Assets	<u>353,691</u>	<u>1.67</u>
	Total Assets	21,363,809	100.66
	Total Liabilities	(139,856)	(0.66)
	Value of Fund at 30 June 2009	<u><u>21,223,953</u></u>	<u><u>100.00</u></u>

All securities in the investment portfolio have been admitted to an Official Stock Exchange Listing.

Analysis of Total Assets	% of Total Assets 2009	% of Total Assets 2008
Transferable securities admitted to an official stock exchange listing	98.34%	97.44%
Current Assets	<u>1.66%</u>	<u>2.56%</u>
	<u><u>100.00%</u></u>	<u><u>100.00%</u></u>

* Analysis of Total Assets rather than Net Assets is required under UCITS Notice 8.2 appendix B.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – Ethical Index Euro Fund

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock			
Belgium			
331	Delhaize Group	16,595	0.33
8,789	Fortis	21,357	0.43
	Total Belgium (31 December 2008: 6,560)	<u>37,952</u>	<u>0.76</u>
Finland			
11,774	Nokia	122,921	2.47
	Total Finland (31 December 2008: 163,902)	<u>122,921</u>	<u>2.47</u>
France			
800	Air Liquide	52,088	1.05
587	Alstom	24,686	0.50
6,405	AXA	85,763	1.72
2,799	BNP Paribas	129,454	2.60
848	Bouygues	22,726	0.46
1,899	Carrefour	57,768	1.16
1,104	Compagnie de Saint-Gobain	26,303	0.53
495	Compagnie Generale des Etablissements Michelin	20,099	0.40
647	Compagnie Generale d'Optique Essilor International	21,985	0.44
3,177	Credit Agricole	28,199	0.57
1,439	Danone	50,624	1.02
5,838	France Telecom	94,342	1.90
209	Hermes International	20,691	0.42
591	Lafarge	28,516	0.57
643	L'Oreal	34,256	0.69
265	PPR	15,411	0.31
683	Renault	17,874	0.36
709	Schneider Electric	38,499	0.77
1,734	Societe Generale	67,427	1.35
1,373	Veolia Environnement	28,819	0.58
1,294	Vinci	41,389	0.83
	Total France (31 December 2008: 821,184)	<u>906,919</u>	<u>18.23</u>
Germany			
1,427	Allianz	93,654	1.88

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – Ethical Index Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
Germany (continued)			
2,934	BASF	83,120	1.67
1,043	Bayerische Motoren Werke	27,994	0.56
3,229	Commerzbank	14,304	0.29
1,711	Deutsche Bank	73,907	1.49
575	Deutsche Boerse	31,786	0.64
2,738	Deutsche Post	25,422	0.51
634	Fresenius Medical Care	20,218	0.41
526	Linde	30,734	0.62
669	Muenchener Rueckversicherungs	64,351	1.29
299	Porsche Automobil Holding	14,292	0.29
285	Volkswagen	68,725	1.38
	Total Germany (31 December 2008: 542,902)	548,507	11.03
Italy			
3,788	Assicurazioni Generali	56,100	1.13
7,338	ENI	123,645	2.48
2,347	Fiat	16,805	0.34
29,000	Intesa Sanpaolo	66,555	1.34
2,208	Mediobanca	18,735	0.38
28,865	Telecom Italia	28,432	0.57
21,246	Telecom Italia - RSP	14,862	0.30
44,541	UniCredit Group	79,951	1.61
2,012	Unione di Banche Italiane	18,651	0.37
	Total Italy (31 December 2008: 477,766)	423,736	8.52
Luxembourg			
2,293	ArcelorMittal	53,633	1.08
	Total Luxembourg (31 December 2008: 57,460)	53,633	1.08
Netherlands			
5,068	Aegon	22,213	0.45
1,356	ASML Holding	20,896	0.42
6,355	ING Groep	45,578	0.92
2,817	Koninklijke Ahold	23,054	0.46

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – Ethical Index Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
Netherlands (continued)			
5,007	Koninklijke KPN	49,064	0.99
2,830	Koninklijke Philips Electronics	37,144	0.75
2,169	Reed Elsevier	17,011	0.34
1,260	TNT	17,445	0.35
5,376	Unilever	92,279	1.85
	Total Netherlands (31 December 2008: 272,536)	324,684	6.53
Spain			
1,565	Abertis Infraestructuras	20,979	0.42
1,009	ACS Actividades de Construccion y Servicios	36,374	0.73
3,382	Banco Popular Espanol	21,002	0.42
24,519	Banco Santander Central Hispano	209,883	4.22
1,539	Gas Natural	19,961	0.40
800	Inditex	27,336	0.55
2,795	Repsol	44,552	0.90
	Total Spain (31 December 2008: 266,417)	380,087	7.64
Sweden			
2,147	Atlas Copco	15,262	0.31
1,095	Hennes & Mauritz	38,792	0.78
10,575	Nordea Bank	59,455	1.19
3,186	Sandvik	16,784	0.34
6,837	Skandinaviska Enskilda Banken	21,327	0.43
1,628	Svenska Handelsbanken	21,834	0.44
3,156	Volvo	13,823	0.28
	Total Sweden (31 December 2008: 122,434)	187,277	3.77
Switzerland			
7,400	ABB	82,852	1.67
500	Adecco	14,834	0.30
630	Holcim	25,481	0.51
1,970	Roche Holding	190,736	3.83
1,156	Swiss Re	27,235	0.55
187	Synthes	12,858	0.26

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – Ethical Index Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
Switzerland (continued)			
8,815	UBS	76,795	1.54
	Total Switzerland (31 December 2008: 828,264)	430,791	8.66
United Kingdom			
8,171	Aviva	32,762	0.66
10,338	BG Group	123,563	2.48
54,352	BP	304,907	6.13
4,224	Cadbury	25,690	0.53
15,229	Centrica	39,873	0.80
5,941	Compass Group	23,838	0.48
3,464	Experian	18,475	0.37
14,640	GlaxoSmithKline	183,663	3.69
8,406	Kingfisher	17,548	0.35
5,168	Marks & Spencer	18,567	0.37
7,128	National Grid	45,820	0.92
2,669	Pearson	19,100	0.38
7,767	Prudential	37,708	0.76
1,899	Reckitt Benckiser	61,671	1.24
3,647	Reed Elsevier	19,376	0.39
51,253	Royal Bank of Scotland	23,252	0.47
2,705	Scottish & Southern Energy	36,174	0.73
3,064	Smith & Nephew	16,171	0.33
5,479	Standard Chartered	73,335	1.47
24,042	Tesco	99,813	2.01
149,159	Vodafone Group	205,250	4.13
7,954	WM Morrison Supermarkets	22,086	0.44
4,008	WPP	18,976	0.38
8,894	Xstrata	68,638	1.38
	Total United Kingdom (31 December 2008: 1,292,269)	1,536,256	30.89

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – Ethical Index Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
	Rights		
	Belgium		
7,059	Fortis Rights 30/12/2014	-	-
	Total Belgium (31 December 2008: nil)	<u>-</u>	<u>-</u>
	Warrants		
	Italy		
2,012	Unione di Banche Italiane	111	0.00
	Total Italy (31 December 2008: n/a)	<u>111</u>	<u>0.00</u>
	Transferable Securities at fair value through profit or loss		
	(31 December 2008: 4,851,694)	4,952,874	99.58
	Other Assets	<u>207,578</u>	<u>4.17</u>
	Total Assets	5,160,452	103.75
	Total Liabilities	(186,576)	(3.75)
	Value of Fund at 30 June 2009	<u>4,973,876</u>	<u>100.00</u>

All securities in the investment portfolio have been admitted to an Official Stock Exchange Listing.

Analysis of Total Assets	% of Total	% of Total
	Assets	Assets
	2009	2008
Transferable securities admitted to an official stock exchange listing	95.98%	95.01%
Current Assets	<u>4.02%</u>	<u>4.99%</u>
	<u>100.00%</u>	<u>100.00%</u>

* Analysis of Total Assets rather than Net Assets is required under UCITS Notice 8.2 appendix B.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock			
Belgium			
2,773	InBev	71,377	0.61
308	Groupe Bruxelles Lambert	16,047	0.14
	Total Belgium (31 December 2008: 39,647)	87,424	0.75
Finland			
1,674	Fortum	27,152	0.23
14,816	Nokia	154,679	1.33
1,722	Sampo	23,161	0.20
	Total Finland (31 December 2008: 224,640)	204,992	1.76
France			
739	Accor	20,880	0.18
977	Air Liquide	63,612	0.55
798	Alstom	33,560	0.29
5,713	AXA	76,497	0.66
3,005	BNP Paribas	138,981	1.20
879	Bouygues	23,557	0.20
2,506	Carrefour	76,233	0.66
1,373	Compagnie de Saint-Gobain	32,712	0.28
604	Compagnie Generale des Etablissements Michelin	24,525	0.21
3,499	Credit Agricole	31,057	0.27
780	EDF	27,047	0.23
7,372	France Telecom	119,132	1.02
4,315	GDF Suez	114,520	0.98
2,067	Groupe Danone	72,717	0.62
192	Hermes International	19,008	0.16
713	Lafarge	34,402	0.30
942	L'Oreal	50,185	0.43
916	LVMH Moet Hennessy	49,830	0.43
753	Pernod-Ricard	33,787	0.29
291	PPR	16,923	0.15
693	Renault	18,136	0.16
4,015	Sanofi-Aventis	168,108	1.45

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i> €	<i>% of</i> <i>Net Assets</i>
Common Stock (continued)			
France (continued)			
824	Schneider Electric	44,743	0.38
1,692	Societe Generale	65,793	0.57
8,179	Total	314,728	2.71
308	Unibail-Rodamco	32,697	0.28
198	Vallourec	17,133	0.15
1,416	Veolia Environnement	29,722	0.26
1,640	Vinci	52,455	0.45
4,617	Vivendi Universal	78,651	0.68
	Total France (31 December 2008: 1,931,864)	1,881,331	16.20
Germany			
1,685	Allianz	110,587	0.95
3,672	BASF	104,028	0.90
3,076	Bayer	117,565	1.01
1,220	Bayerische Motoren Werke	32,745	0.28
3,286	Daimler	84,713	0.73
1,969	Deutsche Bank	85,051	0.73
754	Deutsche Boerse	41,681	0.36
3,552	Deutsche Post	32,980	0.28
11,267	Deutsche Telekom	94,643	0.82
7,361	E.ON	185,644	1.60
747	Fresenius Medical Care	23,822	0.21
519	Linde	30,325	0.26
409	MAN	17,873	0.15
263	Merck	19,068	0.16
767	Muenchener Rueckver	73,778	0.64
1,718	RWE	96,363	0.83
3,372	SAP	96,675	0.83
3,269	Siemens	160,704	1.38
1,496	ThyssenKrupp	26,464	0.23
343	Volkswagen	82,711	0.71
429	Volkswagen PFD	21,347	0.18
	Total Germany (31 December 2008: 1,692,952)	1,538,767	13.24

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
Italy			
4,210	Assicurazioni Generali	62,350	0.54
16,620	Enel	57,671	0.50
10,076	ENI	169,781	1.46
2,668	Fiat	19,103	0.17
28,844	Intesa Sanpaolo	66,197	0.57
1,974	Mediobanca	16,749	0.14
1,043	Saipem	18,086	0.16
6,425	Snam Rete Gas	20,094	0.17
39,082	Telecom Italia	38,496	0.33
24,513	Telecom Italia RNC	17,147	0.15
1,718	Tenaris	16,639	0.14
53,907	Unicredit Group	96,763	0.83
2,387	Unione di Banche Italiane	22,127	0.19
	Total Italy (31 December 2008: 578,235)	<u>621,203</u>	<u>5.35</u>
Luxembourg			
3,096	ArcelorMittal	72,415	0.62
	Total Luxembourg (31 December 2008: 58,922)	<u>72,415</u>	<u>0.62</u>
Netherlands			
5,382	Aegon	23,589	0.20
892	Akzo Nobel	27,972	0.24
929	Heineken	24,563	0.21
7,593	ING Groep	54,457	0.47
4,781	Koninklijke Ahold	39,128	0.34
6,709	Koninklijke KPN	65,741	0.57
3,535	Koninklijke Philips Electronics	46,397	0.40
2,473	Reed Elsevier	19,396	0.17
1,542	TNT	21,349	0.18
6,355	Unilever	109,084	0.93
	Total Netherlands (31 December 2008: 491,637)	<u>431,676</u>	<u>3.71</u>

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i> €	<i>% of</i> <i>Net Assets</i>
Common Stock (continued)			
Spain			
708	ACS Actividades de Construccion y Servicios	25,523	0.22
13,549	Banco Bilbao Vizcaya Argentaria	121,128	1.04
2,879	Banco Popular Espanol	17,878	0.15
30,092	Banco Santander Central Hispano	257,588	2.22
13,734	Iberdrola	79,383	0.68
859	Inditex	29,352	0.25
2,840	Repsol	45,270	0.39
15,966	Telefonica	257,372	2.22
	Total Spain (31 December 2008: 762,903)	833,494	7.17
Sweden			
3,090	Atlas Copco	21,965	0.19
2,106	Hennes & Mauritz	74,608	0.64
2,212	Investor	24,221	0.21
12,804	Nordea Bank	71,987	0.62
4,669	Sandvik	24,596	0.21
2,179	Svenska Handelsbanken	29,224	0.25
11,283	Telefonaktiebolaget LM Ericsson	78,594	0.68
10,036	TeliaSonera	37,401	0.32
5,448	Volvo	23,862	0.21
	Total Sweden (31 December 2008: 246,335)	386,458	3.33
Switzerland			
8,513	ABB	95,314	0.82
2,002	Compagnie Financiere Richemont	29,633	0.26
4,008	Credit Suisse Group	130,315	1.12
778	Holcim	31,467	0.27
840	Julius Baer Holding	23,226	0.20
14,871	Nestle	398,897	3.43
8,993	Novartis	259,619	2.23
2,688	Roche Holding	260,252	2.24
1,174	Swiss Re	27,659	0.24
92	Swisscom	20,113	0.17
374	Syngenta	61,843	0.53

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i> €	<i>% of</i> <i>Net Assets</i>
Common Stock (continued)			
Switzerland (continued)			
236	Synthes	16,228	0.14
11,300	UBS	98,444	0.85
556	Zurich Financial Services	69,759	0.60
Total Switzerland (31 December 2008: 1,557,310)		1,522,769	13.10
United Kingdom			
4,834	Anglo American	100,089	0.86
5,739	AstraZeneca	179,943	1.55
9,674	Aviva	38,788	0.33
14,035	BAE Systems	55,780	0.48
30,651	Barclays	101,844	0.88
12,645	BG Group	151,137	1.30
8,073	BHP Billiton	129,287	1.11
7,359	BP	144,551	1.24
69,502	British American Tobacco	389,896	3.36
4,330	British Sky Broadcastings Group	23,131	0.20
31,546	BT Group	37,594	0.32
5,175	Cadbury Schweppes	31,474	0.27
19,814	Centrica	51,878	0.45
7,202	Compass Group	28,898	0.25
9,884	Diageo	101,136	0.87
20,330	GlaxoSmithKline	255,045	2.19
62,171	HSBC Holdings	366,800	3.16
3,954	Imperial Tobacco Group	73,257	0.63
2,819	Land Securities	15,597	0.13
21,296	Legal & General Group	14,200	0.12
65,294	Lloyds Banking Group	53,610	0.46
6,853	Man Group	22,328	0.19
9,569	National Grid	61,511	0.53
9,293	Prudential	45,117	0.39
2,335	Reckitt Benckiser Group	75,831	0.65
4,186	Reed Elsevier	22,239	0.19
3,627	Rio Tinto	89,641	0.77

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
Common Stock (continued)			
United Kingdom (continued)			
7,352	Rolls-Royce Group	31,205	0.27
630,801	Rolls-Royce Group - 'C' Shares	741	0.01
64,445	Royal Bank of Scotland	29,237	0.25
13,755	Royal Dutch Shell - 'A' Shares	245,153	2.11
10,475	Royal Dutch Shell - 'B' Shares	187,678	1.62
3,457	Sabmiller	50,127	0.43
3,470	Scottish & Southern Energy	46,404	0.40
7,221	Standard Chartered	96,651	0.83
30,898	Tesco	128,277	1.10
5,121	Unilever	85,619	0.74
2,636	United Utilities	15,382	0.13
188,779	Vodafone Group	259,768	2.24
9,464	WM Morrison Supermarkets	26,279	0.23
4,480	WPP	21,211	0.19
7,019	Xstrata	54,168	0.47
	Total United Kingdom (31 December 2008: 3,663,785)	<u>3,938,502</u>	<u>33.90</u>
Rights			
Belgium			
8,530	Fortis Rights 30/12/2014	<u>-</u>	<u>-</u>
	Total Belgium (31 December 2008: nil)	<u>-</u>	<u>-</u>
Warrants			
Italy			
2,387	Unione di Banche Italiane	<u>131</u>	<u>0.00</u>
	Total Italy (31 December 2008: n/a)	<u>131</u>	<u>0.00</u>

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Portfolio Listing – MSCI Pan Euro Fund (continued)

<i>Nominal</i>	<i>Investments – Transferable Securities</i>	<i>Value</i>	<i>% of</i>
		€	<i>Net Assets</i>
	Transferable Securities at fair value through profit or loss (2008: 11,248,230)	11,519,162	99.13
	Other Assets	134,987	1.16
	Total Assets	11,654,149	100.29
	Total Liabilities	(33,963)	(0.29)
	Value of Fund at 30 June 2009	11,620,186	100.00

All securities in the investment portfolio have been admitted to an Official Stock Exchange Listing.

Analysis of Total Assets	% of Total Assets 2009	% of Total Assets 2008
Transferable securities admitted to an official stock exchange listing	98.84%	98.58%
Current Assets	1.16%	1.42%
	100.00%	100.00%

* Analysis of Total Assets rather than Net Assets is required under UCITS Notice 8.2 appendix B.

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio - MSCI Euro Fund

Significant Purchases	Nominal	Cost
		€
ArcelorMittal	13,164	592,014
Gas Natural	11,906	123,085
Enel	10,344	35,687
Groupe Danone	822	27,042
Total	483	20,003
Telefonica	1,009	15,373
Banco Santander Central Hispano	1,668	12,720
Compagnie de Saint-Gobain	442	11,970
Sanofi-Aventis	232	10,721
E.ON	430	10,546
ENI	599	10,502
Siemens	196	10,444
Nokia	931	10,215
BNP Paribas	190	9,011
Volkswagen	30	7,475
Bayer	178	7,310
Banco Bilbao Vizcaya Argentaria	848	7,144
Allianz	101	6,993
BASF	225	6,945
Unilever	390	6,873

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio - MSCI Euro Fund

Significant Sales	Nominal	Proceeds
		€
Total	17,345	661,408
Telefonica	36,220	559,154
Banco Santander Central Hispano	59,928	401,156
E.ON	15,430	394,661
Nokia	34,031	382,551
Sanofi-Aventis	8,310	370,440
Siemens	7,141	353,035
ENI	21,516	348,697
Volkswagen	1,109	295,223
France Telecom	15,199	278,194
Bayer	6,387	264,035
Banco Bilbao Vizcaya Argentaria	32,114	262,993
GDF Suez	8,642	252,229
Allianz	3,710	251,790
BNP Paribas	6,962	249,331
Deutsche Telekom	23,506	232,596
Unilever	14,256	230,101
RWE	3,616	221,598
BASF	8,224	215,970
SAP	7,338	207,528

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio – Ethical Index Euro Fund

Significant Purchases	Nominal	Cost €
GlaxoSmithKline	15,595	210,524
ArcelorMittal	2,293	103,104
France Telecom	2,854	52,465
Xstrata	6,929	44,324
Banco Santander Central Hispano	4,910	29,343
Muenchener Rueckversicherungs	258	25,590
Koninklijke Ahold	2,817	25,281
Nordea Bank	4,564	22,716
WM Morrison Supermarkets	7,954	22,287
Skandinaviska Enskilda Banken	6,837	22,118
Royal Bank of Scotland	51,253	19,715
Abertis Infraestructuras	1,565	19,264
Reed Elsevier	2,169	18,623
Fiat	2,347	18,428
Gas Natural	1,539	18,138
ASML Holding	1,356	17,479
Synthes	187	17,195
Kingfisher	8,406	17,013
Hermes International	209	17,005
Telecom Italia - RSP	21,246	16,480

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio – Ethical Index Euro Fund

Significant Sales	Nominal	Proceeds
		€
Novartis	9,089	264,673
Enel	13,839	58,925
Vodafone Group	32,580	47,912
Volkswagen	181	47,445
BP	8,203	45,272
Roche Holding	412	43,078
ENI	2,330	37,636
Nokia	2,579	24,540
United Utilities	4,090	23,018
L'Oreal	401	20,692
ArcelorMittal	1,087	19,915
Dexia	4,510	17,126
Solvay	251	15,791
Continental	503	15,309
Koninklijke Philips Electronics	1,088	15,235
Gas Natural	732	13,974
Hennes & Mauritz	424	13,796
CNP Assurances	283	13,461
Svenska Cellulosa	1,779	11,912
Legal & General	20,303	11,794

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio – MSCI Pan Euro Fund

Significant Purchases	Nominal	Cost €
HSBC Holdings	16,412	94,287
MAN	6,853	45,929
Barclays	13,710	45,900
Standard Chartered	5,436	45,583
Cie Financiere	2,002	43,275
InBev	1,691	37,385
Xstrata	4,606	30,810
UBS	3,229	30,374
Royal Bank of Scotland	64,445	29,769
British American Tobacco	1,418	28,841
Nordea Bank	5,511	28,559
Rio Tinto	1,904	26,417
Union Fenosa	1,416	24,764
Gas Natural	2,374	24,543
Banco Santander Central Hispano	4,180	23,626
ACS Actividades de Construccion y Servicios	708	22,547
Bayerische Motoren Werke	1,220	22,517
Swisscom	92	22,509
Investor	2,212	21,831
Synthes	236	21,826

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Statement of Significant Changes in Portfolio – MSCI Pan Euro Fund

Significant Sales	Nominal	Proceeds €
Volkswagen	268	66,945
Vodafone Group	28,108	40,340
BP	6,479	37,330
Gas Natural	2,374	31,066
GlaxoSmithKline	2,162	30,415
Nestle	1,028	27,115
HSBC Holding	19,066	26,266
Akzo Nobel	933	25,765
Union Fenosa	1,416	25,461
Telefonica	1,674	25,106
J Sainsbury	5,972	21,902
Cadbury Schweppes	2,759	17,798
Metro	642	17,492
Finmeccanica	1,620	16,194
Novartis	543	15,636
Henkel	688	15,251
Koninklijke Philips Electronics	1,089	15,249
Roche Holding	160	15,176
Rio Tinto	1,904	14,952
Belgacom	669	14,918

BETA1 ETFund plc
Semi-Annual Report and Unaudited Financial Statements
for the period ended 30 June 2009

Total Expense Ratios

The following table outlines the total expense ratio for each Fund at 30 June 2009, 31 December 2008 and 30 June 2008 without taking into account expense capping arrangements with the Investment Manager:

<i>Fund Name</i>	<i>June 2009 Actual Total Expense Ratio*</i>	<i>December 2008 Actual Total Expense Ratio*</i>	<i>June 2008 Actual Total Expense Ratio*</i>
MSCI Euro Fund	0.43%	0.73%	0.36%
Ethical Index Euro Fund	1.12%	1.45%	0.65%
MSCI Pan Euro Fund	0.53%	0.69%	0.32%

* *The Total Expense Ratio expresses the sum of all costs (operating expenses) charged on an ongoing basis to the funds taken retrospectively as a percentage of each Fund's assets. Actual Total Expense Ratio is calculated by dividing total expenses by the average daily net assets. For periods less than a year, this ratio is annualised.*