

Semi-Annual Report 2005.

Investment Fund under Luxembourg Law

Unaudited semi-annual report as of 30 June 2005

Living Planet Fund

Living Planet Fund – Equity

Unaudited semi-annual report as of 30 June 2005

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Sales restrictions

Units of this fund may not be offered, sold or distributed within the United States of America.

Management and Administration

Semi-Annual Report as of 30 June 2005

Management Company

Living Planet Fund Management Company S.A.,
291, route d'Arlon, L-1150 Luxembourg
R.C. Luxembourg N° B 93 908

Board of Directors

André Hoffmann, Chairman of the Board
Honorary Treasurer, WWF – World Wide Fund
for Nature, Gland
Director, Roche Holding AG, Basel

Gerhard Fusenig, Member
Managing Director, UBS AG, Basel and Zurich

Mario Cueni, Member
Managing Director, UBS AG, Basel and Zurich

Isabelle Asseray, Member
Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Chiew Y. Chong, Member
Director, WWF – World Wide Fund for Nature, Gland

Executive Board

Jean-Paul Gennari
Executive Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Aloyse Hemmen
Executive Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Gilbert Schintgen
Executive Director, UBS Fund Services
(Luxembourg) S.A., Luxembourg

Portfolio Management

UBS AG, UBS Global Asset Management Zurich,
Gessnerallee 3, CH-8098 Zurich

Bank Sarasin & Cie AG,
Elisabethenstrasse 62, CH-4002 Basel

Custodian Bank, main paying agent and sales agent

UBS (Luxembourg) S.A.,
36–38, Grand-Rue, L-1660 Luxembourg

Administrative agent

UBS Fund Services (Luxembourg) S.A.,
291, route d'Arlon, L-1150 Luxembourg

Independent Auditors of the Fund and the Management Company

PricewaterhouseCoopers S.à r.l.,
Réviseur d'entreprises,
B.P. 1443, L-1014 Luxembourg

Sale in Switzerland

Representative
First Independent Fund Services,
Stockerstrasse 38, CH-8002 Zurich

Paying Agent
NPB New Private Bank Ltd.,
Limmatquai 122, CH-8025 Zurich

The sales prospectus, management regulations, the annual and semi-annual reports as well as the portfolio movements of the investment fund mentioned in this document may be obtained free of charge from the above representative and at the registered office of the Management Company.

Sale in the Federal Republic of Germany

Distributor in the Federal Republic of Germany

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The sales prospectus, management regulations, annual and semi-annual reports as well as the portfolio movements of the investment fund mentioned in this publication are available free of charge at the sales agencies and at the registered office of the Management Company.

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The sales prospectus, management regulations, annual and semi-annual reports as well as the portfolio movements of the investment fund mentioned in this publication are available free of charge at the sales agencies and at the registered office of the Management Company.

Features of the Fund

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Living Planet Fund will offer investors a range of different subfunds (umbrella construction) which invest in accordance with the investment policy described in the prospectus. The prospectus contains specific details on each subfund and will be brought up to date on the inception of each new subfund.

Living Planet Fund is legally established as an open-ended investment fund under Luxembourg law under the legal form of a collective investment fund in accordance with Part I of the Luxembourg law relating to undertakings for collective investment enacted on 20 December 2002. The management regulations ("management regulations") were deposited at the Commercial and Company Register of the District Court in Luxembourg on 9 July 2003 and are lodged with the registry of the district court and its publication in the Memorial (i.e. the Official Gazette) is made by means of a reference filing of this document with the registrar in accordance with the provisions of the law of 10 August 1915 concerning commercial companies, as amended. They were published in the Luxembourg "Mémorial" on 19 July 2003 and on 21 April 2004.

The management regulations may be changed in observance of the provisions of the relevant law. Each amendment shall be published in the "Mémorial" and, if necessary, in the official publications specified for the respective countries in which fund units are sold. Such amendments become legally binding subsequent to their signature by the Custodian Bank and the Management Company. The consolidated version is deposited at the Commercial and Company Register of the District Court in Luxembourg for inspection.

The fund has no legal personality as an investment fund. The entire assets of each subfund are the undivided property of all investors who have equal rights in proportion to the number of units which they hold. These assets are separate from the assets of the Management Company. The securities and other assets of the fund are managed by Living Planet Fund Management Company S.A. as in-house funds in the interest and for the account of the unitholders.

The management regulations give the Management Company the authority to establish different subfunds for the fund as well as different classes of units with specific characteristics within these subfunds. The prospectus will be updated each time a new subfund or an additional class of units is issued. The fund is not subject to restrictions with regard to the size of its net assets, the number of units, number of subfunds and duration.

With respect to the unitholders, each subfund is regarded as being separate from the others. The assets of a subfund can only be used to offset the liabilities which the subfund concerned has assumed.

The acquisition of fund units implies acceptance of the management regulations by the unitholders.

There is no provision in the management regulations for a meeting of the unitholders.

The financial year of the fund ends on the last day of December.

The Management Company can issue two classes of units for the above subfund ("subfund"):

- units of class "A", and
- units of class "B", which are reserved for institutional investors as defined from time to time by the supervisory authority in Luxembourg.

All units issued among each class will be exclusively issued in bearer form. The Management Company will not issue physical certificates. Fractions of units up to three decimal places will be issued, and fractions of units have rights to the net assets, to any dividend payments and will be booked to the securities custody account of the unitholder's choice.

Only the information contained in the sales prospectus and in any of the documents referred to therein shall be deemed to be valid.

The units of the fund will be listed on the Luxembourg Stock Exchange.

The issue and redemption of units of the Living Planet Fund are subject to the regulations prevailing in the country concerned.

The annual and semi-annual reports are available free of charge to unitholders at the Company of the fund and of the Custodian Bank.

No subscription may be accepted on the basis of the financial reports. Subscriptions are accepted only on the basis of the current prospectus accompanied by the latest annual report and the latest semi-annual report if available.

Living Planet Fund – Equity

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Most important figures

Date	ISIN	30.6.2005	31.12.2004	31.12.2003
Fund's net assets in EUR		13 214 343.87	11 784 183.79	11 626 260.16
Class A	LU0169371266			
Units outstanding		5 225.5370	4 402.2610	2 795.0000
Net asset value per unit in EUR		119.94	110.11	106.20
Class B	LU0169371779			
Units outstanding		10 387.4000	10 182.4000	10 643.4000
Net asset value per unit in EUR		1 211.82	1 109.70	1 064.46

Structure of the Securities Portfolio

Geographical Breakdown as a % of net assets	
United States	48.65
United Kingdom	13.69
Japan	8.44
Switzerland	6.19
Germany	4.84
Netherlands	3.47
Spain	2.41
Finland	1.75
France	1.65
Italy	1.42
Sweden	1.39
Norway	1.17
Austria	1.09
Australia	0.81
Canada	0.77
Belgium	0.76
Denmark	0.27
Total	98.77

Economic Breakdown as a % of net assets	
Banks & credit institutions	16.03
Pharmaceuticals, cosmetics & medical products	11.52
Telecommunications	8.73
Finance and holding companies	5.36
Electronics & semiconductors	5.11
Petroleum	5.00
Energy & water supply	4.38
Insurance	3.99
Vehicles	3.75
Computer hardware & network equipment providers	3.45
Retail trade, department stores	3.21
Miscellaneous consumer goods	3.16
Healthcare & social services	3.08
Environmental services & recycling	2.68
Internet, software & IT services	2.57
Food & soft drinks	2.16
Traffic & transportation	2.11
Chemicals	1.85
Graphic design, publishing & media	1.73
Biotechnology	1.66
Forestry, paper & pulp products	1.57
Miscellaneous services	1.17
Electrical devices & components	1.08
Building industry & materials	1.01
Real Estate	0.70
Precious metals & stones	0.68
Packaging industry	0.56
Rubber & tyres	0.47
Total	98.77

Statement of Net Assets

	EUR
Assets	30.6.2005
Investments in securities, cost	12 007 911.18
Investments in securities, unrealized appreciation (depreciation)	1 043 340.26
Total investments in securities (Note 1)	13 051 251.44
Cash at banks, deposits on demand and deposit accounts	230 255.69
Receivable on securities sales	311 152.49
Interest receivable on liquid assets	264.20
Receivable on dividends	15 417.04
Total Assets	13 608 340.86
Liabilities	
Payable on securities purchases	-361 821.45
Provisions for global service fee (Note 2)	-31 782.51
Provisions for taxe d'abonnement (Note 3)	-393.03
Total provisions	-32 175.54
Total Liabilities	-393 996.99
Net assets at the end of the period	13 214 343.87

Statement of Operations

	EUR
Income	1.1.2005–30.6.2005
Interest on liquid assets	1 608.57
Dividends	131 470.89
Income on securities lending (Note 4)	4 658.59
Total income	137 738.05
Expenses	
Global service fee (Note 2)	-95 784.69
Taxe d'abonnement (Note 3)	-753.25
Other commissions and fees (Note 2)	-4 959.12
Interest on bank overdraft	-87.60
Total expenses	-101 584.66
Net income on investments	36 153.39
Realized gain (loss) (Note 1)	
Realized gain (loss) on market-priced securities without options	511 044.45
Total realized gain (loss) on investments	511 044.45
Realized gain (loss) on foreign exchange	3 146.24
Total realized gain (loss)	514 190.69
Net realized gain (loss) of the period	550 344.08
Changes in unrealized appreciation (depreciation)	
Unrealized appreciation (depreciation) on market-priced securities without options	540 546.82
Total changes in unrealized appreciation (depreciation)	540 546.82
Net increase (decrease) in net assets as a result of operations	1 090 890.90

Statement of Changes in Net Assets

	EUR
	1.1.2005–30.6.2005
Net assets at the beginning of the period	11 784 183.79
Subscriptions	339 269.18
Total net subscriptions (redemptions)	339 269.18
Net income on investments	36 153.39
Total realized gain (loss)	514 190.69
Total changes in unrealized appreciation (depreciation)	540 546.82
Net increase (decrease) in net assets as a result of operations	1 090 890.90
Net assets at the end of the period	13 214 343.87

Development of the outstanding units

	1.1.2005–30.6.2005
Class	A
Number of units outstanding at the beginning of the period	4 402.2610
Number of units issued	823.2760
Number of units redeemed	0.0000
Number of units outstanding at the end of the period	5 225.5370
Class	B
Number of units outstanding at the beginning of the period	10 182.4000
Number of units issued	205.0000
Number of units redeemed	0.0000
Number of units outstanding at the end of the period	10 387.4000

Statement of Investments in Securities and other Net Assets as of 30 June 2005

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Transferable securities and money market instruments listed on an official stock exchange			
Bearer shares			
Australia			
AUD NATIONAL AUSTRALIA BANK LTD	5 500.00	106 519.19	0.81
Total Australia		106 519.19	0.81
Austria			
EUR AGRANA BETEILIGUNGS AG	350.00	26 215.00	0.20
EUR BWT AG	1 560.00	43 305.60	0.33
EUR MAYR-MELNHOF KARTON AG	650.00	74 425.00	0.56
Total Austria		143 945.60	1.09
Belgium			
EUR FORTIS SA/NV	4 400.00	100 980.00	0.76
Total Belgium		100 980.00	0.76
Canada			
USD QLT INC	4 900.00	42 174.04	0.32
CAD ZENON ENVIRONMENTAL INC	3 600.00	60 016.02	0.45
Total Canada		102 190.06	0.77
Denmark			
DKK VESTAS WIND SYSTEMS A/S	2 600.00	35 675.40	0.27
Total Denmark		35 675.40	0.27
Finland			
EUR NOKIA CORP	16 700.00	231 295.00	1.75
Total Finland		231 295.00	1.75
France			
EUR FRANCE TELECOM SA	5 227.00	126 284.32	0.96
EUR SANOFI AVENTIS SA	1 345.00	91 325.50	0.69
Total France		217 609.82	1.65
Germany			
EUR HENKEL KGAA	1 900.00	132 183.00	0.99
EUR INTERSEROH AG	900.00	19 215.00	0.15
EUR MASTERFLEX AG	2 220.00	61 827.00	0.47
EUR SOLAR-FABRIK AG	4 040.00	41 046.40	0.31
EUR SOLARWORLD AG	1 090.00	79 406.50	0.60
EUR TECHEM AG	1 840.00	64 400.00	0.49
Total Germany		398 077.90	3.01
Italy			
EUR ENI SPA	4 800.00	102 288.00	0.78
EUR UNICREDITO ITALIANO SPA	19 400.00	84 729.50	0.64
Total Italy		187 017.50	1.42
Japan			
JPY CANON INC	3 500.00	152 364.34	1.15
JPY HONDA MOTOR CO LTD	3 400.00	138 633.66	1.05
JPY KAO CORP	6 000.00	116 956.77	0.89
JPY MITSUBI FUDASON CO LTD	10 000.00	92 805.09	0.70
JPY NITTO DENKO CORP	2 100.00	99 558.62	0.75
JPY NTT DOCOMO INC	100.00	122 249.27	0.93
JPY ROHM CO LTD	700.00	55 832.14	0.42
JPY SOMPO JAPAN INSURANCE INC	14 000.00	116 882.23	0.88
JPY SUMITOMO MITSUI FINANCIAL GROUP INC	18.00	100 632.02	0.76
JPY TOYOTA INDUSTRIES CORP	5 300.00	119 707.38	0.91
Total Japan		1 115 621.52	8.44
Netherlands			
EUR ABN AMRO HOLDING NV	6 572.00	133 740.20	1.02
EUR ROYAL PHILIPS ELECTRONICS NV	5 900.00	123 310.00	0.93
Total Netherlands		257 050.20	1.95
Norway			
NOK STATOIL ASA	9 200.00	155 173.96	1.17
Total Norway		155 173.96	1.17
Spain			
EUR ABENGOA SA	7 370.00	70 752.00	0.54
EUR ENAGAS SA	9 300.00	136 245.00	1.02
EUR GAMESA CORPORACION TECNOLOGICA SA	10 000.00	112 100.00	0.85
Total Spain		319 097.00	2.41

Description		Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Sweden				
SEK	ELECTROLUX AB-B	5 700.00	100 387.09	0.76
SEK	SVENSKA CELLULOSA SCA AB-B	3 130.00	82 770.03	0.63
Total Sweden			183 157.12	1.39
United Kingdom				
GBP	BARCLAYS PLC	23 815.00	195 867.83	1.48
GBP	BP PLC	29 388.00	252 798.57	1.91
GBP	FIRSTGROUP PLC	12 300.00	59 959.68	0.45
GBP	GLAXOSMITHKLINE PLC	4 660.00	93 211.55	0.71
GBP	GO-AHEAD GROUP PLC	3 350.00	67 206.70	0.51
GBP	JOHNSON MATTHEY PLC	5 700.00	90 046.68	0.68
GBP	KINGFISHER PLC	35 788.00	130 346.98	0.99
GBP	MISYS PLC	30 900.00	108 883.95	0.82
GBP	PRUDENTIAL PLC	20 900.00	153 558.99	1.16
GBP	REED ELSEVIER PLC	11 700.00	92 589.56	0.70
GBP	ROYAL BANK OF SCOTLAND GROUP PLC	5 050.00	126 060.03	0.95
GBP	TESCO PLC	15 600.00	73 621.26	0.56
GBP	TRADING EMISSIONS PLC	32 000.00	49 273.31	0.37
GBP	VODAFONE GROUP PLC	156 510.00	315 144.29	2.40
Total United Kingdom			1 808 569.38	13.69
United States				
USD	3M CO	4 100.00	244 851.94	1.85
USD	AIR PRODUCTS & CHEMICALS INC	2 910.00	144 941.15	1.10
USD	AMERICAN HEALTHWAYS INC	2 200.00	76 813.28	0.58
USD	AMERICAN POWER CONVERSION CORP	3 300.00	64 301.82	0.49
USD	AMERICAN SUPERCONDUCTOR CORP	5 700.00	43 080.16	0.33
USD	AMYLIN PHARMACEUTICALS INC	2 900.00	50 135.88	0.38
USD	APPLIED MATERIALS INC	9 200.00	122 955.44	0.93
USD	AVON PRODUCTS INC	3 500.00	109 424.69	0.83
USD	BANK OF AMERICA CORP	7 000.00	263 717.84	2.00
USD	BAXTER INTERNATIONAL INC	4 100.00	125 643.25	0.95
USD	BIOGEN IDEC INC	1 900.00	54 066.00	0.41
USD	BRISTOL MYERS SQUIBB CO	11 850.00	244 507.50	1.85
USD	BURLINGTON NORTHERN SANTA FE CORP	3 900.00	151 663.98	1.15
USD	CITIGROUP INC	11 700.00	446 777.35	3.35
USD	CREE INC	2 700.00	56 803.37	0.43
USD	DOW JONES & CO INC	1 900.00	55 635.40	0.42
USD	FANNIE MAE	2 000.00	96 477.10	0.73
USD	FUELCELL ENERGY INC	7 200.00	60 721.10	0.46
USD	GILEAD SCIENCES INC	2 000.00	72 671.71	0.55
USD	GILLETTE CO	1 800.00	75 276.92	0.57
USD	GREEN MOUNTAIN COFFEE ROASTERS INC	2 100.00	58 855.16	0.45
USD	HAIN CELESTIAL GROUP INC	4 000.00	64 428.20	0.49
USD	HEADWATERS INC	3 600.00	102 232.68	0.77
USD	HEWLETT-PACKARD CO	14 000.00	271 870.48	2.06
USD	IMPSCO TECHNOLOGIES INC	14 000.00	55 623.01	0.42
USD	INTERMAGNETICS GENERAL CORP	6 450.00	163 880.56	1.24
USD	INTERNATIONAL BUSINESS MACHINES CORP	3 000.00	183 868.17	1.39
USD	JOHNSON & JOHNSON	7 200.00	386 569.20	2.93
USD	JOHNSON CONTROLS INC	3 900.00	181 462.02	1.37
USD	KIMBERLY-CLARK CORP	2 400.00	124 078.80	0.94
USD	MARTEK BIOSCIENCES CORP	2 800.00	87 771.03	0.66
USD	MCGRAW-HILL COMPANIES INC	2 200.00	80 411.35	0.61
USD	MEDTRONIC INC	2 200.00	94 113.08	0.71
USD	MELLON FINANCIAL CORP	12 550.00	297 410.07	2.25
USD	MOTOROLA INC	4 800.00	72 397.47	0.55
USD	MYLAN LABORATORIES INC	6 850.00	108 862.18	0.82
USD	NISOURCE INC	6 900.00	140 946.60	1.07
USD	OFFICE DEPOT INC	7 500.00	141 494.24	1.07
USD	ORACLE CORP	21 200.00	231 148.56	1.75
USD	QUANTUM FUEL SYST TECHNOLOGIES WORLDWIDE INC	12 000.00	49 560.15	0.38
USD	SBC COMMUNICATIONS INC	7 600.00	149 093.46	1.13
USD	STERICYCLE INCORPORATED	3 100.00	128 849.79	0.98
USD	SUNOCO INC	1 600.00	150 239.95	1.14
USD	UNITED NATURAL FOODS INC	5 400.00	135 462.77	1.03
USD	UNITEDHEALTH GROUP INC	4 800.00	206 725.31	1.56
USD	VCA ANTECH INC	4 000.00	80 122.25	0.61
USD	VISTACARE INC-A	2 800.00	42 717.55	0.32
USD	WHOLE FOODS MARKET INC	800.00	78 172.88	0.59
Total United States			6 428 832.85	48.65
Total Bearer shares			11 790 812.50	89.23
Other shares				
Netherlands				
EUR	ING GROEP NV-CVA	8 638.00	201 870.06	1.53
Total Netherlands			201 870.06	1.53
Total Other shares			201 870.06	1.53

Description	Quantity/ Nominal	Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1)	as a % of net assets
Registered shares			
Germany			
EUR ALLIANZ AG	1 100.00	104 467.00	0.79
EUR DEUTSCHE TELEKOM AG	8 932.00	136 659.60	1.03
Total Germany		241 126.60	1.82
Switzerland			
CHF CREDIT SUISSE GROUP	5 482.00	178 672.85	1.35
CHF HOLCIM LTD	1 250.00	62 864.14	0.48
CHF NOVARTIS INC	4 388.00	172 723.19	1.31
CHF PRECIOUS WOODS HOLDING LTD	900.00	65 398.05	0.49
CHF SWISS REINSURANCE COMPANY	2 991.00	151 964.10	1.15
CHF UBS INC	2 882.00	185 819.95	1.41
Total Switzerland		817 442.28	6.19
Total Registered shares		1 058 568.88	8.01
Total Transferable securities and money market instruments listed on an official stock exchange		13 051 251.44	98.77
Total investments in securities		13 051 251.44	98.77
Cash at banks, deposits on demand and deposit accounts and other liquid assets		230 255.69	1.74
Other assets and liabilities		-67 163.26	-0.51
Total net assets		13 214 343.87	100.00

Notes to the Financial Statements

Semi-Annual Report as of 30 June 2005

Note 1 – Summary of most significant accounting policies

a) Calculation of the net asset value

The net asset value and the issue and redemption price per unit of any subfund or of any class of units are expressed in the reference currency of the subfund or class concerned and are calculated every working day by dividing the overall net assets of the subfund or class of units by the number of units in circulation in this subfund or class.

Where subfunds have various classes or series of units, the net asset value of a unit must be calculated per class or series. To this end, the net assets of the subfund attributable to that class or series are divided by the total units of that subfund in circulation or managed separately.

b) Valuation principles

- Based on the net acquisition price and by keeping the calculated investment return constant, the value of money market instruments, having a residual maturity which does not exceed 12 months, is successively adjusted to the redemption price thereof. In the event of material changes in market conditions, the valuation basis is adjusted on the new market yields.
- Debt securities are valued at the last known price (i.e. closing prices or if such do not reflect reasonable market value in the opinion of the Board of Directors the last available prices at the time of valuation), if they are listed on an official stock exchange. If the same security is listed on several stock exchanges, the last known price on the stock exchange that represents the major market for this security will apply.
- Debt securities and other securities are valued at the last known price on this market, if they are not listed on an official stock exchange, but traded on another regulated market, which is recognized, open to the public and operating regularly.
- Time deposits with an original maturity exceeding 30 days can be valued at their respective rate of return, provided the corresponding agreement between the credit institution holding the time deposits and the Fund stipulates that these time deposits may be called at any time and that, if called for repayment, their cash value corresponds to this rate of return.

- Any cash in hand or on deposit, notes payable on demand, bills and accounts receivable, prepaid expenses, cash dividends, interests declared or accrued as aforesaid and not yet received shall be valued at their full nominal value, unless in any case the same is unlikely to be paid or received in full, in which case the Board of Directors may value these assets with a discount he may consider appropriate to reflect the true value thereof. Liquid funds are valued at their nominal value plus any accrued interest.
- The value of swaps is calculated by the counterpart to the swap transactions, according to a method based on market value and recognised by the Board and verified by the Company's auditor.
- Securities and other investments listed on a stock exchange are valued at the last known price. If the same security or investment is quoted on several stock exchanges, the last known price on the stock exchange that represents the major market for this security will apply. In the case of securities and other investments where the trade on the stock market is thin but which are traded between securities dealers on a secondary market using usual market price formation methods, the company can use the prices on this secondary market as the basis for their valuation of these securities and investments. Securities and other investments that are not listed on a stock exchange, but which are traded on another regulated market which is recognized, open to the public and operating regularly, are valued at the last known price on this market.
- Units of UCITS authorised according to Directive 85/611/EEC and/or other assimilated UCI will be valued at the last known net asset value for such shares or units as of the relevant Valuation Day.

The Management Company is authorized to apply other generally recognized and auditable valuation criteria in order to achieve an appropriate valuation of the net assets if, due to extraordinary circumstances, a valuation in accordance with the above-mentioned regulations proves to be unfeasible or inaccurate.

In the case of extraordinary circumstances, additional valuations, which will affect the prices of the units to be subsequently issued or redeemed, may be carried out within one day.

c) Net realized gain (loss) on sales of securities

The realized gains or losses on the sales of securities are calculated on the basis of the average cost of the securities sold.

d) Valuation of forward foreign exchange contracts

The unrealized gain (loss) of outstanding forward foreign exchange contracts is valued on the basis of the forward exchange rates prevailing at valuation date.

e) Valuation of financial futures contracts

Financial futures contracts are valued based on the latest available published price applicable on the valuation date. Realized and unrealized gains and losses are recorded in the statement of operations. The realized gains and losses are calculated in accordance with the FIFO method, i.e. the first contracts acquired are regarded as the first to be sold.

f) Conversion of foreign currencies

Bank accounts, other net assets and the valuation of the investments in securities held denominated in currencies other than the reference currency of the different subfunds are converted at the mid closing spot rates on the valuation date. Income and expenses denominated in currencies other than the currency of the different subfunds are converted at the mid closing spot rates at payment date. Gain or loss on foreign exchange is included in the statement of operations.

The cost of securities denominated in currencies other than the reference currency of the different subfunds is converted at the mid closing spot rate prevailing on the day of acquisition.

g) Accounting of securities' portfolio transactions

The securities' portfolio transactions are accounted for the bank business day following the transaction dates.

*h) Receivable on securities sales,
Payable on securities purchases*

The account "Receivables on securities sales" can also include receivables from foreign currency transactions. The account "Payables on securities purchases" can also include payables from foreign currency transactions.

i) Income recognition

Dividends, net of withholding taxes, are recognized as income on the date upon which the relevant securities are first listed as "ex-dividend". Interest income is accrued on a daily basis.

Note 2 – Global service fee

The fund pays a monthly "global service fee" for each of the subfunds, calculated on the average net asset value of the subfunds as shown in the table below:

Living Planet Fund	Global service fee
– Equity A	2.04% p.a
– Equity B	1.56% p.a

This global service fee is used to pay the Management Company, the administrative agent, the Custodian Bank, the Portfolio Managers and the Distributors.

It also covers all the costs incurred by the fund and the subfunds relating to the establishment expenses, the auditor, notary, printing, translation and publication fees with the exception of the following:

- All taxes which are levied on the assets and the income of the fund, particularly the "taxe d'abonnement",
- customary brokerage fees and commissions which are charged by other banks and brokers for securities transactions and similar transactions, and
- costs for extraordinary measures carried out in the interests of unitholders, particularly arranging expert opinions and dealing with legal proceedings, etc.

All costs which can be allocated accurately to individual subfunds will be charged to these subfunds. If costs pertain to several or all subfunds, however, these costs will be charged to the subfunds concerned in proportion to their relative net asset values.

Note 3 – Taxe d'abonnement

Under the terms of the relevant provisions of the legislation of the Grand Duchy of Luxembourg and according to administrative practice, the assets of the Fund are not subject to any Luxembourg withholding, income, capital gains or wealth taxes. However, the Fund's assets are subject to a so-called "taxe d'abonnement" (subscription tax) of 0.05% p.a. on its total net assets. The "taxe d'abonnement" is payable quarterly and is calculated on the basis of the Fund's net assets at the end of the quarter concerned. If any subfund or any class of a subfund is reserved to institutional investors, the "taxe d'abonnement" is reduced to 0.01% p.a. on total net assets of that specific subfund or class

The taxe d'abonnement is waived for that part of the fund assets invested in units of other undertakings for collective investment that have already paid the taxe d'abonnement in accordance with the statutory provisions of Luxembourg law.

Note 4 – Securities Lending

The fund may also lend portions of its securities portfolio to third parties. In general, lendings may only be effected via recognized clearing houses such as Clearstream International or Euroclear, or through the intermediary of prime financial institutions that specialize in such activities and in the modus specified by them. Such transactions may not be entered into for longer than 30 days, however. If the loan exceeds 50% of the securities portfolio of the corresponding subfund, it may only be effected on condition that termination of the loan contract is possible immediately.

The market value of the securities lent on 30 June 2005, was for the following subfunds:

Living Planet Fund	Securities Lending
– Equity	3 278 580.94 EUR

Note 5 – Income distribution

In accordance with the management regulations, once the annual accounts are closed the Management Company will decide whether and to what extent distributions are to be paid out by each subfund and particularly by each class of units. The payment of distributions must not result in the net assets of the fund falling below the minimum amount of assets prescribed by law. If a distribution is made, payment will be effected no later than four months after the end of the financial year.

The Management Company is authorized to pay interim dividends and to suspend the payment of distributions.

Distributions are made upon submission of the relevant coupons. The method of payment is determined by the Management Company.

Note 6 – Total Expense Ratio (TER)

This ratio was calculated in accordance with the "Guidelines on the calculation and publication of the TER" issued by the Swiss Funds Association SFA on 13 June 2003 and expresses the sum of all costs and commissions charged on an ongoing basis to the fund's assets (operating expenses) taken retrospectively as a percentage of the fund's assets.

TER for the last 12 months:

Living Planet Fund	Total Expense Ratio (TER)
– Equity A	2.19%
– Equity B	1.65%

Note 7 – Applicable law, place of performance and authoritative language

The Luxembourg District Court is the place of performance for all legal disputes between the unitholders, the Management Company, the Administrative Agent and the Custodian Bank. Luxembourg law applies. However, in matters concerning the claims of investors from other countries, the Management Company and/or the Custodian Bank can elect to make themselves and the fund subject to the jurisdiction of the countries in which the fund units were bought and sold.

The English version of these financial statements is the authoritative version. However, in the case of units sold to investors from the other countries in which fund units can be bought and sold, the Management Company and the Custodian Bank may recognize approved translations (i.e. approved by the Management Company and the Custodian Bank) into the languages concerned as binding upon themselves and the fund.