

Semi-Annual Report 2006.

Investment Fund under Luxembourg Law

Unaudited semi-annual report as of 30 June 2006

Living Planet Fund

Living Planet Fund – Equity

Unaudited semi-annual report as of 30 June 2006

Table of contents

| | | | | | |
|-----------------------------------|----|----|--------------|----|--------------|
| Management and Administration | 2 | | | | |
| Features of the Fund | 4 | | ISIN | | |
| Living Planet Fund – Equity | 5 | A/ | LU0169371266 | B/ | LU0169371779 |
| Notes to the Financial Statements | 11 | | | | |

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 2006

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
Trustee, WWF – World Wide Fund for Nature, Gland
Director, Roche Holding AG, Basel

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

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

Mario Cueni, Member (until 3 May 2006)
Managing Director, UBS AG, Basel and Zurich

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

Dirk Spiegel, Member (since 27 April 2006)
Executive Director, UBS AG, Basel and Zurich

* appointed Director and elected Chairman as representative of
WWF – World Wide Fund For Nature

Executive Board

Jean-Paul Gennari
Managing 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 France

Distributor in France

PhiTrust Finance S.A.,
41, Rue Boissy d'Anglas, F-75008 Paris

Tel. +33 1 5535 0755

Fax +33 1 5535 0750

E-mail: phitrust@phitrust.com

Internet: www.phitrust.com

Sale in Germany

Distributor in Germany

Panda Finanz Service GmbH,
Wiesenau 53, D-60313 Frankfurt am Main

Tel. +49 6960 91840

Fax +49 6960 918418

E-mail: info@pandafinanz.de

Internet: www.pandafinanz.de

Paying and information agent

UBS Deutschland AG, Stephanstrasse 14–16,
D-60313 Frankfurt am Main

Sale in Switzerland

Representative

First Independent Fund Services,
Klausstrasse 33, CH-8008 Zurich

Paying Agent

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

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

Semi-Annual Report as of 30 June 2006

Living Planet Fund offers 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 financial year of the Fund ends on the last day of December.

The Management Company issues two classes of units for the Living Planet Fund – Equity 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.

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.

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 are 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 from the Living Planet Fund Management Company or from the Custodian Bank. These documents can also be downloaded from the web site www.livingplanetfund.com.

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

Semi-Annual Report as of 30 June 2006

Most important figures

| Date | ISIN | 30.6.2006 | 30.12.2005 | 31.12.2004 |
|---------------------------------|---------------------|---------------|---------------|---------------|
| Net assets in EUR | | 23 195 406.95 | 16 214 799.56 | 11 784 183.79 |
| Class A | LU0169371266 | | | |
| Units outstanding | | 8 104.5630 | 6 768.1870 | 4 402.2610 |
| Net asset value per unit in EUR | | 128.51 | 132.02 | 110.11 |
| Class B | LU0169371779 | | | |
| Units outstanding | | 16 974.4000 | 11 455.4000 | 10 182.4000 |
| Net asset value per unit in EUR | | 1 305.13 | 1 337.47 | 1 109.70 |

Structure of the Securities Portfolio

| Geographical Breakdown as a % of net assets | |
|---|--------------|
| United States | 40.76 |
| United Kingdom | 9.69 |
| Japan | 7.17 |
| Germany | 5.55 |
| Switzerland | 5.17 |
| Netherlands | 3.86 |
| France | 3.75 |
| Spain | 3.71 |
| Norway | 1.87 |
| Italy | 1.83 |
| Finland | 1.42 |
| Denmark | 0.92 |
| Belgium | 0.62 |
| Canada | 0.58 |
| Isle of Man | 0.41 |
| Singapore | 0.37 |
| Bermudas | 0.35 |
| Sweden | 0.07 |
| Total | 88.10 |

| Economic Breakdown as a % of net assets | |
|---|--------------|
| Banks & credit institutions | 15.05 |
| Telecommunications | 7.44 |
| Insurance | 6.77 |
| Petroleum | 5.56 |
| Pharmaceuticals, cosmetics & medical products | 5.45 |
| Finance & holding companies | 5.44 |
| Energy & water supply | 4.78 |
| Electronics & semiconductors | 4.51 |
| Vehicles | 3.32 |
| Chemicals | 3.04 |
| Internet, software & IT services | 2.79 |
| Healthcare & social services | 2.53 |
| Biotechnology | 2.46 |
| Electrical devices & components | 2.44 |
| Computer hardware & network equipment providers | 2.40 |
| Retail trade, department stores | 2.35 |
| Traffic & transportation | 1.87 |
| Miscellaneous consumer goods | 1.72 |
| Building industry & materials | 1.59 |
| Graphic design, publishing & media | 1.50 |
| Environmental services & recycling | 1.27 |
| Food & soft drinks | 1.07 |
| Forestry, paper & pulp products | 1.02 |
| Real Estate | 0.73 |
| Rubber & tyres | 0.51 |
| Miscellaneous services | 0.37 |
| Lodging, catering & leisure | 0.09 |
| Issuance Centres | 0.03 |
| Total | 88.10 |

Statement of Net Assets

| | EUR |
|---|----------------------|
| Assets | 30.6.2006 |
| Investments in securities, cost | 19 691 409.99 |
| Investments in securities, unrealized appreciation (depreciation) | 740 871.16 |
| | <hr/> |
| Total investments in securities (Note 1) | 20 432 281.15 |
| Cash at banks, deposits on demand and deposit accounts | 58 961.97 |
| Time deposits and fiduciary deposits | 2 749 489.33 |
| Receivable on securities sales (Note 1) | 28 929.73 |
| Interest receivable on liquid assets | 605.05 |
| Receivable on dividends | 15 691.94 |
| Total Assets | 23 285 959.17 |
| Liabilities | |
| Bank overdraft | -0.02 |
| Interest payable on bank overdraft | -579.22 |
| Payable on securities purchases (Note 1) | -58 194.63 |
| Provisions for global service fee (Note 2) | -26 938.48 |
| Provisions for tax d'abonnement (Note 3) | -813.82 |
| Provisions for other taxes | -4 026.05 |
| | <hr/> |
| Total provisions | -31 778.35 |
| Total Liabilities | -90 552.22 |
| Net assets at the end of the period | 23 195 406.95 |

Statement of Operations

| | EUR |
|--|---------------------------|
| Income | 1.1.2006–30.6.2006 |
| Net interest on liquid assets and bank overdraft | 2 056.72 |
| Dividends | 196 044.69 |
| Income on securities lending (Note 4) | 6 394.34 |
| Total income | 204 495.75 |
| Expenses | |
| Global service fee (Note 2) | -147 907.72 |
| Taxe d'abonnement (Note 3) | -1 418.03 |
| Total expenses | -149 325.75 |
| Net income on investments | 55 170.00 |
| Realized gain (loss) (Note 1) | |
| Realized gain (loss) on market-priced securities without options | 520 802.92 |
| | <hr/> |
| Total realized gain (loss) on investments | 520 802.92 |
| Realized gain (loss) on foreign exchange | 19 141.47 |
| Total realized gain (loss) | 539 944.39 |
| Net realized gain (loss) of the period | 595 114.39 |
| Changes in unrealized appreciation (depreciation) | |
| Unrealized appreciation (depreciation) on market-priced securities without options | -1 139 827.45 |
| Total changes in unrealized appreciation (depreciation) | -1 139 827.45 |
| Net increase (decrease) in net assets as a result of operations | -544 713.06 |

Statement of Changes in Net Assets

| | EUR |
|---|---------------------------|
| | 1.1.2006–30.6.2006 |
| Net assets at the beginning of the period | 16 214 799.56 |
| Subscriptions | 7 651 032.95 |
| Redemptions | -125 712.50 |
| | <hr/> |
| Total net subscriptions (redemptions) | 7 525 320.45 |
| Net income on investments | 59 196.05 |
| Total realized gain (loss) | 535 918.34 |
| Total changes in unrealized appreciation (depreciation) | -1 139 827.45 |
| | <hr/> |
| Net increase (decrease) in net assets as a result of operations | -544 713.06 |
| Net assets at the end of the period | 23 195 406.95 |

Development of the outstanding units

| | 1.1.2006–30.6.2006 |
|---|---------------------------|
| Class | A |
| Number of units outstanding at the beginning of the period | 6 768.1870 |
| Number of units issued | 1 601.4690 |
| Number of units redeemed | -265.0930 |
| Number of units outstanding at the end of the period | 8 104.5630 |
| Class | B |
| Number of units outstanding at the beginning of the period | 11 455.4000 |
| Number of units issued | 5 583.0000 |
| Number of units redeemed | -64.0000 |
| Number of units outstanding at the end of the period | 16 974.4000 |

Statement of Investments in Securities and other Net Assets as of 30 June 2006

| 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 | | | |
| Belgium | | | |
| EUR FORTIS SA/NV | 5 373.00 | 143 029.26 | 0.62 |
| Total Belgium | | 143 029.26 | 0.62 |
| Bermudas | | | |
| SGD BIO-TREAT TECHNOLOGY LTD | 154 000.00 | 81 493.85 | 0.35 |
| Total Bermudas | | 81 493.85 | 0.35 |
| Canada | | | |
| CAD CANADIAN HYDRO DEVELOPERS INC | 21 300.00 | 77 591.44 | 0.33 |
| USD QLT INC | 10 400.00 | 57 585.73 | 0.25 |
| Total Canada | | 135 177.17 | 0.58 |
| Denmark | | | |
| DKK NOVOZYMES A/S-B | 370.00 | 19 543.32 | 0.08 |
| DKK VESTAS WIND SYSTEMS A/S | 9 100.00 | 194 581.96 | 0.84 |
| Total Denmark | | 214 125.28 | 0.92 |
| Finland | | | |
| EUR NOKIA OYJ | 20 700.00 | 330 372.00 | 1.42 |
| Total Finland | | 330 372.00 | 1.42 |
| France | | | |
| EUR AXA | 9 484.00 | 243 359.44 | 1.05 |
| EUR CREDIT AGRICOLE SA | 5 439.00 | 161 810.25 | 0.70 |
| EUR FRANCE TELECOM SA | 17 920.00 | 301 235.20 | 1.30 |
| EUR SANOFI AVENTIS SA | 2 052.00 | 156 567.60 | 0.67 |
| Total France | | 862 972.49 | 3.72 |
| Germany | | | |
| EUR HENKEL KGAA | 1 360.00 | 110 568.00 | 0.48 |
| EUR IKB DEUTSCHE INDUSTRIEBANK AG | 2 193.00 | 62 719.80 | 0.27 |
| EUR MASTERFLEX AG | 4 711.00 | 117 539.45 | 0.51 |
| EUR METRO AG | 3 892.00 | 172 493.44 | 0.74 |
| EUR Q-CELLS AG | 2 239.00 | 145 535.00 | 0.63 |
| EUR SOLARWORLD AG | 5 248.00 | 257 519.36 | 1.10 |
| EUR TECEM AG | 2 374.00 | 85 938.80 | 0.37 |
| EUR WACKER CHEMIE AG | 300.00 | 25 245.00 | 0.11 |
| Total Germany | | 977 558.85 | 4.21 |
| Isle of Man | | | |
| GBP TRADING EMISSIONS PLC | 52 554.00 | 96 163.60 | 0.41 |
| Total Isle of Man | | 96 163.60 | 0.41 |
| Italy | | | |
| EUR ENI SPA | 11 156.00 | 256 699.56 | 1.11 |
| EUR UNICREDITO ITALIANO SPA | 27 415.00 | 167 862.05 | 0.72 |
| Total Italy | | 424 561.61 | 1.83 |
| Japan | | | |
| JPY CANON INC | 3 900.00 | 149 683.03 | 0.65 |
| JPY EAST JAPAN RAILWAY CO | 29.00 | 168 640.55 | 0.73 |
| JPY HONDA MOTOR CO LTD | 5 000.00 | 124 171.44 | 0.54 |
| JPY MITSUI FUDOSAN CO LTD | 10 000.00 | 170 008.83 | 0.73 |
| JPY MITSUI SUMITOMO INSURANCE CO LTD | 23 000.00 | 226 115.17 | 0.97 |
| JPY NITTO DENKO CORP | 3 900.00 | 217 453.96 | 0.94 |
| JPY NTT DOCOMO INC | 117.00 | 134 474.59 | 0.58 |
| JPY SUMITOMO MITSUI FINANCIAL GROUP INC | 23.00 | 190 396.21 | 0.82 |
| JPY TOYOTA MOTOR CORP | 6 900.00 | 282 761.98 | 1.21 |
| Total Japan | | 1 663 705.76 | 7.17 |
| Netherlands | | | |
| EUR ABN AMRO HOLDING NV | 13 615.00 | 291 224.85 | 1.26 |
| EUR AEGON NV | 17 891.00 | 239 202.67 | 1.03 |
| EUR ROYAL PHILIPS ELECTRONICS NV | 5 781.00 | 141 229.83 | 0.61 |
| Total Netherlands | | 671 657.35 | 2.90 |
| Norway | | | |
| NOK STATOIL ASA | 10 650.00 | 236 249.42 | 1.01 |
| NOK TELENOR ASA | 21 000.00 | 198 610.51 | 0.86 |
| Total Norway | | 434 859.93 | 1.87 |

| Description | Quantity/ Nominal | Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1) | as a % of net assets |
|--|----------------------|--|----------------------------|
| Singapore | | | |
| SGD HYFLUX LTD | 74 500.00 | 86 953.80 | 0.37 |
| Total Singapore | | 86 953.80 | 0.37 |
| Spain | | | |
| EUR ABENGOA SA | 10 069.00 | 191 008.93 | 0.82 |
| EUR GAMESA CORPORACION TECNOLOGICA SA | 11 962.00 | 200 483.12 | 0.87 |
| EUR RED ELECTRICA DE ESPANA SA | 5 858.00 | 158 107.42 | 0.68 |
| Total Spain | | 549 599.47 | 2.37 |
| Sweden | | | |
| SEK SKANSKA AB-B | 1 300.00 | 15 666.58 | 0.07 |
| Total Sweden | | 15 666.58 | 0.07 |
| Switzerland | | | |
| EUR STMICROELECTRONICS NV | 6 652.00 | 83 675.51 | 0.36 |
| Total Switzerland | | 83 675.51 | 0.36 |
| United Kingdom | | | |
| GBP BARCLAYS PLC | 29 760.00 | 264 526.51 | 1.14 |
| GBP BP PLC | 32 025.00 | 292 071.13 | 1.26 |
| GBP KINGFISHER PLC | 50 819.00 | 175 318.97 | 0.76 |
| GBP MISYS PLC | 42 364.00 | 131 749.75 | 0.57 |
| GBP PRUDENTIAL PLC | 28 560.00 | 252 414.21 | 1.09 |
| GBP REED ELSEVIER PLC | 16 517.00 | 130 448.23 | 0.56 |
| GBP ROYAL BANK OF SCOTLAND GROUP PLC | 13 572.00 | 349 051.90 | 1.50 |
| GBP ROYAL DUTCH SHELL PLC-A | 8 637.00 | 227 378.14 | 0.98 |
| GBP VODAFONE GROUP PLC | 254 674.00 | 424 560.85 | 1.83 |
| Total United Kingdom | | 2 247 519.69 | 9.69 |
| United States | | | |
| USD 3M CO | 7 100.00 | 448 494.11 | 1.93 |
| USD AIR PRODUCTS & CHEMICALS INC | 4 110.00 | 205 459.82 | 0.89 |
| USD AMERICAN INTERNATIONAL GROUP INC | 6 500.00 | 300 179.88 | 1.29 |
| USD AMERICAN POWER CONVERSION CORP | 4 900.00 | 74 688.93 | 0.32 |
| USD AMERICAN SUPERCONDUCTOR CORP | 20 800.00 | 143 638.99 | 0.62 |
| USD AMGEN INC | 250.00 | 12 753.69 | 0.05 |
| USD AT&T INC | 10 100.00 | 220 301.88 | 0.95 |
| USD AVON PRODUCTS INC | 6 000.00 | 145 465.92 | 0.63 |
| USD BANK OF AMERICA CORP | 9 400.00 | 353 607.32 | 1.52 |
| USD BAXTER INTERNATIONAL INC | 4 600.00 | 132 245.73 | 0.57 |
| USD BORG WARNER INC | 2 100.00 | 106 917.45 | 0.46 |
| USD BRISTOL MYERS SQUIBB CO | 18 250.00 | 369 096.31 | 1.59 |
| USD CAREMARK RX INC | 3 900.00 | 152 108.08 | 0.66 |
| USD CITIGROUP INC | 15 800.00 | 596 091.19 | 2.60 |
| USD CREE INC | 4 900.00 | 91 052.28 | 0.39 |
| USD CSX CORP | 4 800.00 | 264 428.89 | 1.14 |
| USD DELL INC | 18 100.00 | 345 537.09 | 1.49 |
| USD DOW JONES & CO INC | 3 500.00 | 95 831.54 | 0.41 |
| USD ECOLAB INC | 7 500.00 | 238 024.48 | 1.03 |
| USD ENERGY CONVERSION DEVICES INC | 4 700.00 | 133 907.64 | 0.58 |
| USD GENZYME CORP-GENERAL DIVISION | 2 800.00 | 133 687.87 | 0.58 |
| USD GREEN MOUNTAIN COFFEE ROASTERS INC | 3 100.00 | 97 389.43 | 0.42 |
| USD HEADWATERS INC | 9 100.00 | 181 907.48 | 0.78 |
| USD INTEL CORP | 18 800.00 | 278 621.99 | 1.20 |
| USD INTERMAGNETICS GENERAL CORP | 10 525.00 | 222 081.49 | 0.96 |
| USD INTERNATIONAL BUSINESS MACHINES CORP | 3 500.00 | 210 276.46 | 0.91 |
| USD INTERNATIONAL RECTIFIER CORP | 2 600.00 | 79 465.06 | 0.34 |
| USD JOHNSON & JOHNSON | 7 200.00 | 337 405.86 | 1.45 |
| USD JOHNSON CONTROLS INC | 4 000.00 | 257 208.77 | 1.11 |
| USD KIMBERLY-CLARK CORP | 4 900.00 | 236 444.69 | 1.02 |
| USD MARTEK BIOSCIENCES CORP | 4 100.00 | 92 828.37 | 0.40 |
| USD MCGRAW-HILL COMPANIES INC | 3 100.00 | 121 779.22 | 0.53 |
| USD MELLON FINANCIAL CORP | 11 450.00 | 308 312.28 | 1.33 |
| USD MOTOROLA INC | 7 300.00 | 115 039.30 | 0.50 |
| USD NISOURCE INC | 9 600.00 | 163 972.94 | 0.71 |
| USD OFFICE DEPOT INC | 6 600.00 | 196 144.37 | 0.85 |
| USD ORACLE CORP | 30 600.00 | 346 767.29 | 1.49 |
| USD OSI PHARMACEUTICALS INC | 7 200.00 | 185 595.75 | 0.80 |
| USD PROCTER & GAMBLE CO | 3 300.00 | 143 495.09 | 0.62 |
| USD SCHLUMBERGER LTD | 400.00 | 20 368.36 | 0.09 |
| USD SLM CORP | 400.00 | 16 554.96 | 0.07 |
| USD STARBUCKS CORP | 700.00 | 20 671.80 | 0.09 |
| USD STERICYCLE INCORPORATED | 2 200.00 | 112 008.76 | 0.48 |
| USD SUNOCO INC | 3 300.00 | 178 826.89 | 0.77 |
| USD SYMANTEC CORP | 13 900.00 | 168 932.86 | 0.73 |
| USD UNITED NATURAL FOODS INC | 5 800.00 | 149 779.85 | 0.65 |
| USD UNITEDHEALTH GROUP INC | 8 300.00 | 290 676.89 | 1.25 |
| USD VCA ANTECH INC | 5 800.00 | 144 835.57 | 0.62 |
| USD ZIMMER HOLDINGS INC | 4 700.00 | 208 488.64 | 0.90 |
| Total United States | | 9 449 399.51 | 40.77 |
| Total Bearer shares | | 18 468 491.71 | 79.63 |

| Description | Quantity/ Nominal | Valuation in EUR Unrealized gain (loss) on Futures/ Options/Forward Exchange Contracts (Note 1) | as a % of net assets |
|--|----------------------|--|----------------------------|
| Bonus shares | | | |
| Switzerland | | | |
| CHF ROCHE HOLDING LTD | 250.00 | 32 256.60 | 0.14 |
| Total Switzerland | | 32 256.60 | 0.14 |
| Total Bonus shares | | 32 256.60 | 0.14 |
| Other shares | | | |
| Netherlands | | | |
| EUR ING GROEP NV-CVA | 7 276.00 | 223 591.48 | 0.96 |
| Total Netherlands | | 223 591.48 | 0.96 |
| Total Other shares | | 223 591.48 | 0.96 |
| Registered shares | | | |
| Germany | | | |
| EUR ALLIANZ AG | 2 502.00 | 309 047.04 | 1.33 |
| Total Germany | | 309 047.04 | 1.33 |
| Spain | | | |
| EUR BANCO SANTANDER CENTRAL HISPANO SA | 27 158.00 | 310 144.36 | 1.34 |
| Total Spain | | 310 144.36 | 1.34 |
| Switzerland | | | |
| CHF ABB LTD | 2 000.00 | 20 302.02 | 0.09 |
| CHF ACTELION LTD | 1 269.00 | 99 812.41 | 0.43 |
| CHF CREDIT SUISSE GROUP | 5 611.00 | 245 023.98 | 1.06 |
| CHF HOLCIM LTD | 2 704.00 | 161 755.30 | 0.70 |
| CHF NOVARTIS AG | 3 395.00 | 143 486.15 | 0.62 |
| CHF PRECIOUS WOODS HOLDING LTD | 1 360.00 | 88 562.79 | 0.38 |
| CHF UBS AG | 3 782.00 | 323 547.87 | 1.39 |
| Total Switzerland | | 1 082 490.52 | 4.67 |
| Total Registered shares | | 1 701 681.92 | 7.34 |
| Other securities and rights | | | |
| France | | | |
| EUR AXA RIGHTS 30.06.06 | 9 484.00 | 6 259.44 | 0.03 |
| Total France | | 6 259.44 | 0.03 |
| Total Other securities and rights | | 6 259.44 | 0.03 |
| Total Transferable securities and money market instruments listed on an official stock exchange | | 20 432 281.15 | 88.10 |
| Total investments in securities | | 20 432 281.15 | 88.10 |
| Time deposits and fiduciary deposits | | 2 749 489.33 | 11.85 |
| Cash at banks, deposits on demand and deposit accounts and other liquid assets | | 58 961.97 | 0.25 |
| Bank overdraft and other short-term liabilities | | -0.02 | 0.00 |
| Other assets and liabilities | | -45 325.48 | -0.20 |
| Total net assets | | 23 195 406.95 | 100.00 |

Notes to the Financial Statements

Semi-Annual Report as of 30 June 2006

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.
- 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 Fund 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 gains and losses and the changes in 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" calculated on the average net asset value of the subfund 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.

The Management Fee may be used in part to pay remunerations (trailer fees) for distribution activities concerning the Funds and asset managers.

In addition, reimbursements may be made to institutional investors, which, from a commercial perspective, hold Shares of the Funds for third parties.

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 unit 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 or shares 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.

There were no securities lent out in Living Planet Fund as of 30 June 2006.

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 net assets (operating expenses) taken retrospectively as a percentage of the net assets.

TER for the last 12 months:*

| Living Planet Fund | Total Expense Ratio (TER) |
|--------------------|---------------------------|
| – Equity A | 2.11% |
| – Equity B | 1.61% |

* This ratio has not been audited by the independent auditors.

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.