

HealthShares™, Inc. (the “Company”)

**Supplement dated April 18, 2007 to the Company’s Prospectus and Statement of
Additional Information dated January 23, 2007**

Effective April 18, 2007, the following portfolio of the Company will commence trading on the New York Stock Exchange (the “Exchange”), joining the Company’s other portfolios currently trading on the Exchange:

HealthShares™ Dermatology and Wound Care Exchange-Traded Fund (HRW)