

VISA 2022/169861-8517-0-PC

L'apposition du visa ne peut en aucun cas servir
d'argument de publicité

Luxembourg, le 2022-08-02

Commission de Surveillance du Secteur Financier

A handwritten signature in blue ink, appearing to be 'h3h', is written over a faint rectangular stamp.

Structured Invest

Sales Prospectus

SI UCITS ETF

Investment fund under Luxembourg law

As of July 2022
Management Company:
Structured Invest S.A.

Contents

| | |
|---|----|
| A) MANAGEMENT AND ADMINISTRATION | 6 |
| B) THE FUND | 11 |
| C) INVESTMENT OBJECTIVE AND INVESTMENT POLICY OF THE SUB-FUNDS | 12 |
| E) DETERMINATION AND SUSPENSION OF NET ASSET VALUE, SUSPENSION OF ISSUE AND REDEMPTION PRICE | 21 |
| F) RISK FACTORS | 23 |
| G) DISTRIBUTION OF INCOME | 38 |
| H) TAXES AND EXPENSES | 38 |
| I) INFORMATION TO UNIT HOLDERS | 43 |
| J) LIQUIDATION OF THE FUND AND ITS SUB-FUNDS OR UNIT CLASSES, MERGING OF SUB-FUNDS AND UNIT CLASSES | 43 |
| K) APPLICABLE LAW, PLACE OF PERFORMANCE AND AUTHORITATIVE LANGUAGE | 44 |
| L) INVESTMENT RESTRICTIONS | 45 |
| M) SPECIAL TECHNIQUES AND INSTRUMENTS THAT HAVE SECURITIES AND MONEY MARKET INSTRUMENTS AS THE UNDERLYING | 49 |
| N) THE SUB-FUNDS | 56 |
| O) DEFINITIONS | 70 |
| INFORMATION FOR INVESTORS IN GERMANY | 72 |
| SPECIFIC INFORMATION FOR INVESTORS IN AUSTRIA | 74 |

SI UCITS ETF

Investment Fund under Luxembourg law

Sales prospectus July 2022

Units may be acquired on the basis of this sales prospectus, the latest annual report and, if it has already been published, the subsequent semi-annual report.

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

SI UCITS ETF (hereinafter called the “Fund” respective “sub-fund” or “SI UCITS ETF”) is an umbrella fund with multiple sub-funds, each tracking a particular Reference Index. In each sub-fund, units may be issued in different unit classes.

The units of SI UCITS ETF are listed on the XETRA Deutsche Börse AG, Borsa Italiana S.p.A. and / or on additional stock exchanges.

The issue and redemption of units of SI UCITS ETF are further subject to the regulations prevailing in the country concerned.

Unless defined elsewhere in this sales prospectus, capitalized terms have the meaning as described in the chapter 0 “Definitions” at the end of this sales prospectus.

The Management Company may limit or prevent ownership of units by certain persons if such ownership could, in the view of the Management Company, adversely affect the Fund respective its sub-funds or constitute a violation of Luxembourg or foreign laws or regulations or if such ownership would make the Fund or a sub-fund subject to the laws (e.g. tax laws) of any other State than Luxembourg.

The units are not intended for distribution in the United States of America or to U.S. citizens. In particular, the units cannot be offered or sold directly or indirectly for the benefit of the following persons:

A “U.S. person” as defined in section 7701(a)(30) of the U.S. Internal Revenue Code of 1986 in its currently applicable version (the “Code”) as well as defined in Section 902(k)(1) of the Regulation S promulgated under the Securities Act of 1933 in its currently applicable version; and

A non-U.S. enterprise controlled by one or more persons designated as “specified U.S. persons” under Article. 1.1 et seq. of the Intergovernmental Agreement between Luxembourg and the United States of America (the “IGA”).

The following natural persons (as referred to under a.) are considered liable for taxation in the USA:

- Persons born in the U.S. and its territories and possessions within its jurisdiction;
- Naturalized nationals (e.g. green card holders);
- Persons born overseas as a child of a U.S. national;
- Persons who are not nationals of the USA, but whose primary residence is in the USA; or
- Persons who are married to a U.S. national.

The following legal persons (as referred to under b.) are considered liable for taxation in the USA:

- Companies and corporations founded according to the laws of one of the 50 U.S. states or the District of Columbia;
- A company or partnership founded according to an “Act of Congress”; or
- A pension fund founded as a U.S. trust.

The Management Company may at any time and at its sole discretion reject a subscription request. The Management Company may also redeem units at any time in return for payment of the redemption price, when such units are held by investors who are not permitted to acquire or hold units.

Data Protection

The Management Company, as well as the sub-fund service providers and intermediaries or(sub) investment managers of the sub-funds, shall collect, store and process electronically and in other ways in accordance with the Luxembourg Law of 1 August 2018 on the protection of personal with regard to the data with regard to data processing in criminal matters and in the field of national security (Loi du 1er août 2018 relative à la protection des personnes physiques à l'égard du traitement des données à caractère personnel en matière pénale ainsi qu'en matière de sécurité nationale) in the respectively actual version, the data provided by investors, in particular the name, contact information (including postal or e-mail address), bank details, the amount invested and holdings ("personal data")

In accordance with Luxembourg law, all investors wishing to make an initial investment in a sub-fund (including natural persons, corporations and financial intermediaries) must provide proper and sufficient proof of identity prior to the initial subscription for units being accepted. Prior to an application being accepted, further information may be required from the investor and a subscription or redemption application may be suspended or rejected in the event that its verification leads to justified doubts regarding the identity of the investor or the genuine nature or legal validity of such an order.

It is therefore obligatory that any questions directed at the investor in conjunction with the application to subscribe or redeem units are answered. Failure to respond may result in the application being rejected.

This data shall be used for record-keeping purposes, for processing orders, for answering queries and for the provision of information on further products and services and in particular to comply with the applicable anti-money laundering rules and other regulations in force, such as the FATCA and the CRS and may, where necessary, be forwarded to and processed by external service-providers.

No confidential information relating to investors shall be disclosed to unauthorized third parties, especially not outside the European Union.

Investors may inspect their data and also have the right to correct or revoke any information contained in their file and if necessary to impose restrictions on the processing of data

This data shall be kept on file for the term of the contract and shall be stored for the period prescribed by law.

Investors could write to the following address to assert their rights:

Structured Invest S.A.
8-10, rue Jean Monnet
L-2180 Luxembourg
Phone +352 248248 00
Fax +352 248248 05
Info@unicredit.lu

Regulation (EU) 2016/1011 of the European Parliament and of the Council ("Benchmark-Regulation")

In the case of all (sub-)funds for which a benchmark serves as a reference, the Management Company shall ensure that only benchmarks by administrators are used who are registered in the ESMA Register.

This register shall be published by ESMA in accordance with the provisions of the Benchmark-Regulation and can be viewed at <https://www.esma.europa.eu/benchmarks-register>.

The Management Company has established and maintains a benchmark contingency plan setting out the actions that would take in the event that a benchmark materially changes or ceases. This benchmark contingency plan will be made available to investors free of charge upon request.

Notes on techniques for efficient management

In accordance with the amended CSSF Circular 08/356, CSSF Circular 13/559, supplemented by CSSF Circular 14/592, and ESMA Guidelines ESMA/2014/937 (the "ESMA Guidelines"), efficient management techniques may be used for the Fund/Sub-Fund

Of these, the Fund currently uses only Total Return Swaps and Securities financing transactions, which may be concluded in any form.

All income resulting from the techniques for efficient portfolio management, less direct and indirect operational costs, are paid to the Fund/Sub-Fund and form part of the net asset value of the Fund/Sub-Fund.

The annual report of the Fund/Sub-Fund will include information on the returns from efficient portfolio management techniques for the entire reporting period of the Fund/Sub-Fund together with information on direct (such as transaction fees for securities etc.) and indirect (such as general legal fees) operational costs and fees of the Fund/Sub-Fund and fees of the Fund/Sub-Fund, to the extent that these are related to the management of the relevant Fund/Sub-Fund or, where applicable, the share class.

In the annual report of the Fund/Sub-Fund, information on the identity of companies affiliated with the management company, or the depositary of the Fund/Sub-Fund.

All income from the use of techniques and instruments for the efficient management portfolio, less direct and indirect operational costs, accrue to the Fund/Sub-Fund to be reinvested in accordance with the Sub-Fund to be reinvested in accordance with the investment policy of the Fund/Sub-Fund.

The Counterparties to the contracts for the use of techniques and instruments for the efficient management of the portfolio are determined in accordance with the principles for the execution of orders in Financial Instruments of the Management Company (the "Best Execution Policy"). These counterparties will essentially be the recipients of the direct and indirect costs and fees incurred in this context.

The costs and fees payable to the respective counterparty or other third parties are negotiated at arm's length.

A) MANAGEMENT AND ADMINISTRATION

1. Management Company

The Fund is managed by Structured Invest S.A. (“Management Company” or “Structured Invest”).

Structured Invest S.A. is a Management Company pursuant to chapter 15 of the Law of 17 December 2010 in the form of a société anonyme (joint stock company under Luxembourg law) with registered office at 8–10, rue Jean Monnet, L-2180 Luxembourg. It was established on 16 November 2005 under the name HVB Structured Invest S.A. The name was changed to Structured Invest S.A. with effect from 8 April 2008. The Management Company is a wholly-owned subsidiary of UniCredit Bank AG, Munich¹.

The articles of association of the Management Company were published on 1 March 2006 in Mémorial C number 448 and are filed with the Commercial Register in Luxembourg.

The Management Company is responsible for determining and executing the investment policy of the Fund respective its sub-funds as well as for the activities listed in Annex II of the Law of 17 December 2010. Acting on behalf of the Fund, it may take all management and administrative measures and exercise all rights directly and indirectly connected with the fund assets. The Board of Directors of the Management Company has appointed Stefan Lieser and Rüdiger Herres as Managing Directors of the Management Company and transferred all management activities to them.

It may make use of external service providers for carrying out its activities. Service providers to whom fund specific activities are transferred are mentioned in this sales prospectus.

In accordance with the Law of 17 December 2010 and the applicable administrative provisions of the CSSF, the Management Company has adequate and appropriate organizational structures and internal control mechanisms. In particular, it acts in the best interest of the Fund and / or the sub-funds and ensures that conflicts of interest are avoided, that resolutions and procedures are adhered to and that investors in the Fund and the sub-funds are treated fairly.

Remuneration Policy

Structured Invest S.A. is included in the remuneration strategy of the UniCredit Group. All remuneration matters as well as compliance of regulatory requirements is monitored by the relevant committees of the UniCredit Group. The Remuneration Policy is consistent with a sound and effective risk management and conducive to this and encourages no acceptance of risks that are incompatible with the risk profiles, terms of contract or articles of incorporation of the funds managed by the management company. It is consistent with the business strategy, objectives, values and interests of the management company and their funds and their investors and includes measures to avoid conflicts of interests. The remuneration strategy provides a balance between fixed and variable salary components and defines mechanisms for the payment of variable remuneration. The fixed and variable components of the total remuneration are appropriate in relation to each other, whereby the portion of the fix component of the total remuneration is high enough to provide a complete flexibility relating to the variable remuneration component, including the possibility to pay no variable remuneration component. Since each payment is preceded by a check for compliance conformity behavior it promotes sustainable action. Structured Invest S.A. has defined a remuneration system which avoids a significant dependence of the variable remuneration component. Essential negative aspects that are determined in the annual performance appraisal of the employees will be considered in the variable remuneration in the following years. Therefore a multi-year consideration is ensured. Structured Invest S.A. refers when determining the variable remuneration of employees on their individual performance, the performance of the department which they belong to and the result of the company. Consideration of the performance of the funds respectively sub-funds managed by Structured Invest S.A. remain out of consideration in determining the variable remuneration. In case of outsourcing of portfolio management, the Structured Invest S.A. ensures through annual oversight that equivalent remuneration provisions (as CRD IV Directive 2013/36/EU of the European Parliament and the Council of 26 June 2013 on access to the activity of credit institutions and the prudential supervision of credit institutions and investment firms,

¹“UniCredit Bank AG, Munich” means all branches included, hereinafter called “UniCredit Bank AG”

amending Directive 2002/87/EC and repealing Directives 2006/48/EC and 2006/49/EC, UCITS V Directive 2016/91/EU of the European Parliament and the Council of 23 July 2014 amending Directive 2009/65/EC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) as regards depositary functions, remuneration policies and sanctions) are met.

Further details of the current remuneration policy are available online at <http://www.structuredinvest.lu/lu/de/fund-platform/about-us.further-infos.html>. These include a description of the calculation method for the remunerations and benefits to certain groups of employees as well as the identity of the persons responsible for the allocation of remuneration and other benefits, including the composition of the remuneration committee, if there is such a committee.

Upon request, these information provided free of charge in paper form by Structured Invest S.A.

Chairman of the Board of Directors

Christian Voit
UniCredit Bank AG
Arabellastraße 12
D-81925 München

Members of the Board of Directors

Sandro Boscolo Anzoletti
Arabellastraße 12
D-81925 München

Dr. Joachim Beckert
UniCredit Bank AG LuxembourgBranch.
8-10, rue Jean Monnet
L-2180 Luxembourg

Stefan Lieser
Structured Invest S.A
8–10, rue Jean Monnet
L-2180 Luxembourg

Amit Sharma
UniCredit Bank AG
Moor House; 120 London Wall
UK – London EC2Y 5ET

Managing Directors of Management Company

Stefan Lieser
Rüdiger Herres

2. Portfolio Managers and Investment Advisors

The Management Company, under their responsibility and control may entrust an external portfolio manager ("Portfolio Manager") with the management of the assets or an investment advisor ("Investment Advisor") to provide advice on investment of a sub-fund; this will be mentioned in chapter N "The sub-funds".

The Portfolio Manager is commissioned to manage the securities portfolio, subject to the supervision and under the ultimate responsibility of the Management Company, and will execute all relevant transactions in conformity with the specified investment restrictions.

3. Depositary

CACEIS Bank acting through its Luxembourg branch (CACEIS Bank, Luxembourg Branch) is a public limited liability company (société anonyme) incorporated under the laws of France with a share capital of 440,000,000 Euros having its registered office located at 1-3, place Valhubert, 75013 Paris, France, registered with the French Register of Trade and Companies under number 692 024 722 RCS Paris. It is an authorised credit institution supervised by the European Central Bank ("ECB") and the Autorité de contrôle prudentiel et de résolution ("ACPR"). It is further authorised to exercise through its Luxembourg branch banking and central administration activities in Luxembourg.

CACEIS Bank, acting through its Luxembourg branch CACEIS Bank, Luxembourg Branch is acting as the UCITS depositary (the "Depositary") in accordance with a depositary agreement dated as of DATE amended from time to time (the "Depositary Agreement") and the relevant provisions of the UCITS Act.

Investors may consult upon request at the registered office of the UCITS, the Depositary Agreement to have a better understanding and knowledge of the limited duties and liabilities of the Depositary.

The Depositary has been entrusted with the custody and/or, as the case may be, recordkeeping and ownership verification of the Sub-Fund's assets, and it shall fulfil the obligations and duties provided for by Part I of the Law. In particular, the Depositary shall ensure an effective and proper monitoring of the UCITS cash flows.

In due compliance with the UCITS Rules the Depositary shall:

- (i) ensure that the sale, issue, re-purchase, redemption and cancellation of units of the UCITS are carried out in accordance with the applicable national law and the UCITS Rules or the constitutive documents;
- (ii) ensure that the value of the Units is calculated in accordance with the UCITS Rules, the management regulations and the procedures laid down in the Directive;
- (iii) carry out the instructions of the UCITS, unless they conflict with the UCITS Rules, or the management regulations;
- (iv) ensure that in transactions involving the UCITS' assets any consideration is remitted to the UCITS within the usual time limits; and
- (v) ensure that an UCITS' income is applied in accordance with the UCITS Rules and the management regulation.

The Depositary may not delegate any of the obligations and duties set out in (i) to (v) of this clause.

In compliance with the provisions of the Directive, the Depositary may, under certain conditions, entrust part or all of the assets which are placed under its custody and/or recordkeeping to Correspondents or Third Party Depositary as appointed from time to time. The Depositary's liability shall not be affected by any such delegation, unless otherwise specified, but only within the limits as permitted by the Law.

A list of these correspondents/third party custodians are available on the website of the Depositary (www.caceis.com, section "veille réglementaire"). Such list may be updated from time to time. A complete list of all correspondents/third party custodians may be obtained, free of charge and upon request, from the Depositary. Up-to-date information regarding the

identity of the Depositary, the description of its duties and of conflicts of interest that may arise, the safekeeping functions delegated by the Depositary and any conflicts of interest that may arise from such a delegation are also made available to investors on the website of the Depositary, as mentioned above, and upon request. There are many situations in which a conflict of interest may arise, notably when the Depositary delegates its safekeeping functions or when the Depositary also performs other tasks on behalf of the UCITS, such as administrative agency and registrar agency services. These situations and the conflicts of interest thereto related have been identified by the Depositary. In order to protect the UCITS' and its Unitholders' interests and comply with applicable regulations, a policy and procedures designed to prevent situations of conflicts of interest and monitor them when they arise have been set in place within the Depositary, aiming namely at:

- a. identifying and analysing potential situations of conflicts of interest;
- b. recording, managing and monitoring the conflict of interest situations either in:
 - relying on the permanent measures in place to address conflicts of interest such as maintaining separate legal entities, segregation of duties, separation of reporting lines, insider lists for staff members; or
 - implementing a case-by-case management to (i) take the appropriate preventive measures such as drawing up a new watch list, implementing a new Chinese wall, making sure that operations are carried out at arm's length and/or informing the concerned Unitholders of the UCITS, or (ii) refuse to carry out the activity giving rise to the conflict of interest.

The Depositary has established a functional, hierarchical and/or contractual separation between the performance of its UCITS depositary functions and the performance of other tasks on behalf of the UCITS, notably, administrative agency and registrar agency services.

The UCITS and the Depositary may terminate the Depositary Agreement at any time by giving ninety (90) days' notice in writing. The UCITS may, however, dismiss the Depositary only if a new depositary bank is appointed within two months to take over the functions and responsibilities of the Depositary. After its dismissal, the Depositary must continue to carry out its functions and responsibilities until such time as the entire assets of the Compartments have been transferred to the new depositary bank.

The Depositary has no decision-making discretion nor any advice duty relating to the UCITS investments. The Depositary is a service provider to the UCITS and is not responsible for the preparation of this Prospectus and therefore accepts no responsibility for the accuracy of any information contained in this Prospectus or the validity of the structure and investments of the UCITS.

4. Fund Administrator

CACEIS Bank, Luxembourg Branch 5, allée Scheffer L-2520 Luxembourg. CACEIS Bank, Luxembourg Branch acts as the Fund's administrator ("Fund Administrator"), Registrar and Transfer Agent and is responsible for the general administrative duties involved in administering the Fund respective its sub-funds as prescribed by Luxembourg laws and acting as the transfer agent. These duties include calculation of the Daily NAV per Unit and the keeping of the sub-fund's accounts, as well as reporting. Moreover, the administrative agent will be responsible for the issue and redemption of units in the sub-fund, and all related operations, including processing all subscriptions, redemptions and conversions to or from Authorized Participants.

5. Compliance Administrator

CACEIS Bank, Luxembourg Branch 5, allée Scheffer L-2520 Luxembourg.

The compliance administrator ("Compliance Administrator") has been appointed by the Management Company to provide certain compliance administrative services that will assist the Management Company with its duty to monitor compliance with the sub-fund's investment restrictions.

6. Main Distributor

UniCredit Bank AG, Arabellastraße 12, D-81925 Munich.

The distributor is responsible for assisting the Management Company in the marketing of the units and promoting the establishment and operation of a secondary market in units as well as other general marketing activities on behalf of the Management Company. The distributors are entitled to enter into sub-agreements. UniCredit Bank AG, as main distributor (“Main Distributor”) is also entitled to enter into sub-agreements throughout the EU.

Respective information concerning country specific notes is set out in particular sections below.

7. Index Providers

The Main Distributor has entered into licensing arrangements with certain index providers (the “Index Providers”). These arrangements relate to the use of the trademarks, trade names and other intellectual property rights. The Main Distributor and each Index Provider have in turn agreed to license those rights to the Fund respective its sub-funds. As the investment objective of a sub-fund is to track a specified index independently compiled by an Index Provider, the inclusion of the Index Provider’s trade name or trademark in the name of a sub-fund is dependent on the licensing of those intellectual property rights to UniCredit Bank AG and the sub-licensing to the sub-fund. In relation to these arrangements investors should note the following matters.

The Index Providers and its licensors (the “Licensors”) have no relationship to the Fund respective its sub-funds.

The Index Provider may also act as index calculation agent (“Index Calculation Agent”).

8. Auditors of the Fund

Deloitte Audit S.à r.l., Boulevard de Kockelscheuer, L-1821 Luxembourg

9. Paying Agents

CACEIS Bank, Luxembourg Branch, 5, allée Scheffer, L-2520 Luxembourg, acting as paying agent (“Paying Agent”) in Luxembourg, as well as other paying agents (the “Paying Agents”) in the various countries in which units of the sub-fund are distributed. The list of these other Paying Agents is available in the annual report of the Fund.

10. Risk Data Calculation Agent

UniCredit Bank AG, Munich, Group Risk Control, acts as risk data calculation agent (“Risk Data Calculation Agent”) and is responsible for the calculation of risk figures (value at risk), execution of stress tests, provision of market data and check of models for the valuation of the financial derivative instruments.

B) THE FUND

1. Structure

The Fund offers investors various sub-funds (umbrella construction), which invest in accordance with the investment policy described in this sales prospectus. This sales prospectus, which contains specific details on each sub-fund, will be brought up to date on the inception of each new sub-fund. In each sub-fund units may be issued in various classes.

For the avoidance of doubt, units may be subscribed, converted and redeemed by Authorized Participants only (save in the case of cash redemptions as foreseen in section E 1. c)).

2. Legal aspects

The Fund was incorporated in the Grand Duchy of Luxembourg as an open-ended investment fund (a “Fonds commun de placement à compartiments multiple”) on 13 April 2015 for an unlimited period. The Fund is governed by Part I of the Luxembourg Law of 17 December 2010 on undertakings for collective investments, as amended. Accordingly, each sub-fund has been established for an unlimited period, otherwise defined in chapter N “The sub-funds”.

The Fund’s management regulations and the sub-funds special regulations (the “Management Regulations”) came into effect on 12 February 2016 and have been lodged with the Commercial Register in Luxembourg. The sub-funds special regulations were last amended with effect as of 1 January 2017. The Management Regulations establish general principles for the Fund launched by the Management Company. The particular characteristics of the sub-funds are described in the special regulations for the respective sub-funds, which may contain provisions supplemental to or derogating from individual provisions of the Management Regulations. The Management Regulations and the respective special regulations together comprise related components of the contractual terms and conditions applying to the sub-fund in question. If necessary, any amendment to the Management Regulations will be published in the newspapers and official publications specified for the respective countries in which the units are sold.

As a supplement, the Management Company provides a sales prospectus and a document with key investor information (“Key Investor Information”) for each sub-fund.

The Management Company will maintain for each sub-fund a separate pool of assets. As between unit holders of a sub-fund, that sub-fund’s pool of assets will be invested for its exclusive benefit.

The rights of investors and creditors regarding a sub-fund or raised by the constitution, operation or liquidation of a sub-fund are limited to the assets of this sub-fund. The assets of a sub-fund will be available exclusively for the rights of the investors relating to this sub-fund and for those of the creditors whose claim arose in relation to the constitution, operation or liquidation of this sub-fund.

In the relation between investors, each sub-fund will be deemed to be a separate entity. The Management Company may issue, for each of the sub-funds, units which in turn may be issued in several classes. Upon issue, the units are entitled to participate equally in the assets, profits and dividends of the sub-fund attributable to the relevant class of units in which they have been issued as well as in the liquidation proceeds of such sub-fund and class.

The units of a sub-fund do not carry any preferential or pre-emptive rights. All units of a sub-fund have the same rights in principle. The units are issued without par value and must be fully paid.

All units are entitled in the same manner from the date of issue to the earnings, price gains and liquidation proceeds of the respective fund or sub-fund or of their respective unit class.

The Fund’s financial year starts on 1 January and ends on 31 December.

C) INVESTMENT OBJECTIVE AND INVESTMENT POLICY OF THE SUB-FUNDS

1. Investment objective of the Fund

The Fund has been established to provide investors with an opportunity to purchase units in its sub-funds, the investment objective of each of which is to aim to track a specific Reference Index. This allows investors the opportunity to obtain market exposure to the performance of that Reference Index in an easily tradable form though the units being listed on one or more stock exchanges.

2. Investment policy of the sub-funds

a) Generic investment policy of each sub-fund

Each sub-fund is managed in accordance with the investment restrictions (set out in chapter L “Investment restrictions”) and the following generic investment policy in aiming to achieve its investment objective specified in chapter N “The sub-funds”.

Each sub-fund aims to replicate or track, subject to the investment policy discussed below, before expenses, the price and income performance of its Reference Index in terms of both the price performance and the income from the component securities of its Reference Index.

The Management Company will use a risk-management process that enables it to monitor and measure at any time the risk of the sub-funds’ portfolio positions and their contribution to the overall risk profile of the portfolio. It will employ a process allowing for accurate and independent assessment of the value of OTC derivative instruments.

b) Tracking accuracy

The sub-funds are subject to tracking error risks which may result in the value and performance of the units not tracking exactly the value and performance of the corresponding Reference Index. For further information on why tracking error may occur, please see “Risks in relation to the tracking of indices” under chapter F “Risk Factors” below.

The tracking error is defined as the volatility (as measured by the standard deviation) of the difference between the return of the sub-fund and the return of its Reference Index, over a given period of time (the “Tracking Error”). It should be differentiated from the tracking difference, which is simply the difference between the return of the sub-fund and the return of its Reference Index, over a given period of time (the “Tracking Difference”).

The Tracking Difference indicates the extent to which a sub-fund has outperformed or underperformed its Reference Index. In contrast, the Tracking Error measures how consistently the sub-fund return matches its Reference Index.

The anticipated level of Tracking Error, in normal market conditions, will be disclosed for each sub-fund in chapter N “The sub-funds”. Investors’ attention is drawn to the fact that these figures are only estimates of the Tracking Error level in normal market conditions and should not be understood as strict limits.

c) Methods for tracking the sub-fund’s Reference Index

Each sub-fund may use two different methods in order to track its Reference Index, either by directly holding component securities included in its Reference Index as well as, the case being other securities, or by replicating the performance of its Reference Index by the use of derivatives. Each sub-fund may use a combination of both techniques if the Management Company deems it to be in the best interest of the sub-fund.

Direct holding of component securities (“Direct Investment Policy”)

Each sub-fund may directly hold a portfolio of transferable securities, derivatives, money market instruments, investment funds and other instruments that comprise all or substantially all of the component securities of its Reference Index. A sub-fund may invest in all the component securities of its Reference Index in proportion to their weighting in the Reference Index.

However, due to various factors, including the costs and expenses involved, the concentration limits described in chapter L “Investment restrictions”, other legal or regulatory restrictions, and, in certain instances, certain securities being illiquid, it may not be possible or practicable for a sub-fund to purchase all of the component securities in their weightings or purchase

certain of them at all. In these circumstances, such sub-fund aims to hold a representative sample of the component securities of its Reference Index as selected by the sub-fund's Portfolio Manager using quantitative techniques. Such techniques involve considering the inclusion of each security into a sub-fund based on its investment characteristics, fundamental characteristics and liquidity.

There may also be instances where a sub-fund holds securities which are not comprised in its Reference Index if the Portfolio Manager of the respective sub-fund believes this to be appropriate considering the sub-fund's investment objective and the investment restrictions or other factors.

In this context, the assets of the sub-funds may be furthermore invested in equities, other equity shares such as cooperative shares and participation certificates (equities and equity rights), short-term securities, dividend-right certificates and warrants issued by companies which are included in the Reference Index mentioned in the sub-fund's name (if applicable) or which are domiciled in the country or the geographic region given in the respective sub-fund's name or which are chiefly active in the country, geographic region or economic sector given in the respective sub-fund's name.

Exposure to the Reference Index through physical replication may be affected by rebalancing costs, in particular where the Reference Index undergoes significant rebalancing or where constituents are not very liquid or have restrictions in terms of accessibility. Rebalancing costs are a factor of the rebalancing frequency of the underlying Reference Index, the constituents' weighting adjustments and / or the number of constituents being replaced on each rebalancing day, and the transaction costs incurred to implement such changes. High rebalancing costs will generally deteriorate the relative performance between the sub-fund and the Reference Index. The rebalancing frequency is detailed for each sub-fund in chapter N "The sub-funds".

Index replication by the use of derivatives ("Indirect Investment Policy")

A sub-fund using this method will hold a portfolio of assets composed of transferable securities, money market instruments, certificates, units of Undertakings for Collective Investment ("UCIs"), deposits with credit institutions, structured notes listed or dealt in on a Regulated Market and other assets eligible under the rules set forth in chapter L "Investment restrictions" and the respective specific restrictions set forth in chapter N "The sub-funds" of this sales prospectus. In order to get an exposure to its Reference Index, the relevant sub-fund may namely enter into a range of swaps (excluding funded swaps) and derivative instruments (futures, forwards, options, warrants and foreign exchange contracts). A swap is an agreement entered into with one or more counterparties to swap periodic payments for a certain amount of time. One party makes payments based upon the total return of a specified Reference Index. The other makes periodic fixed or floating payments. The swap agreements will be based on the relevant master agreements. The International Swap and Derivatives Association ("ISDA") and the leading associations of German lenders organized in the Central Credit Committee (ZKA) have each written standardized documentation for this type of transaction under the umbrella of framework agreements, the ISDA Master Agreement and the German Framework Agreement for Futures Transactions ("DRV"). The swap counterparties will be first class financial institutions that specialize in that type of transactions. The Management Company, on behalf of the sub-funds, may not enter into swaps through which a sub-fund would exchange the proceeds generated from the issuance of units against an exposure to the performance of an underlying index (funded swaps). A future is an agreement by virtue of which the buyer undertakes to purchase, or the seller undertakes to sell, a financial index at a predetermined date and price.

Exposure to the Reference Index may be affected by factors set out in section C 2.b) "Tracking accuracy".

Sub-funds replicating indices by the use of derivatives are exposed to the risk of default of the counterparties to the derivatives, including in particular swap counterparties (see chapter F "Risk Factors", section 4. "Risks in connection with derivatives and other techniques and instruments" below), which is however mitigated by the Fund's collateral policy (see chapter M "Special techniques and instruments that have securities and money market instruments as the underlying", section 5. "Collateral and Haircut Policy" below).

For all sub-funds, UniCredit Bank AG is currently the exclusive counterparty for all OTC swap transactions.

d) Summary of investment policies of the sub-funds

Identified in chapter N "The sub-funds" for each sub-fund is a summary of its specific investment policy.

Concentration limits

Each sub-fund aims to take an exposure on the component securities of its Reference Index directly and / or indirectly by the use of derivatives so that the weighting of the exposure on each security does not diverge substantially from the weighting of that component security in its Reference Index. However, each sub-fund's exposures on component securities and / or derivatives are limited by the investment restrictions. In the case of some sub-funds, those limits may prevent a sub-fund from being able to take an exposure in the same weighting and / or composition as its Reference Index.

Where taking such an exposure would cause a sub-fund to breach the investment restrictions, then that sub-fund will take a lesser exposure of that security. To avoid such a breach the excess exposure in the relevant component security is reallocated to such other securities or instruments, including other component securities, so as to provide the same, or similar, exposure to the relevant excess component security.

Efficient portfolio management

The Management Company may, on behalf of each sub-fund and subject to investment restrictions employ such techniques and instruments relating to transferable securities as are listed in chapter M "Special techniques and instruments that have securities and money market instruments as the underlying" of the sales prospectus, and which include derivative instruments (futures, options, warrants and foreign exchange contracts) as well as securities lending and repurchase agreements.

Such techniques and instruments will be only used for efficient portfolio management purposes or hedging where the calculation of the Reference Index return hedges currency exposure back to the Reference Currency of the sub-fund.

New techniques and instruments may be added, in which case the sales prospectus will be updated in accordance with all applicable laws. The use of techniques and instruments must be made in compliance with the rules and limits as set forth in chapter L "Investment restrictions" of the sales prospectus. Under no circumstances shall these operations cause any sub-fund to diverge from its investment objectives.

Changes to a Reference Index's component securities

Given the investment objective of each sub-fund, any changes to a Reference Index, such as the composition and / or weighting of its component securities, require a sub-fund to make corresponding adjustments or rebalancing to its investment portfolio to conform to the relevant Reference Index. The Portfolio Manager will monitor such changes and make adjustments to the portfolio as necessary.

Reliance on Index Provider

Each sub-fund's Portfolio Manager will rely solely on the Index Provider for information as to the composition and / or weighting of the component securities within the Reference Index. If the Portfolio Manager of a sub-fund is unable to obtain or process such information then the composition and / or weighting of the Reference Index most recently published may, subject to that Portfolio Manager's overall discretion, be used for the purpose of all adjustments.

Change of Reference Index

The Management Company reserves the right, if it considers it in the interests of the Fund or any sub-fund to do so, to substitute another index for a sub-fund's Reference Index. The circumstances in which the Management Company may decide such a substitution include the following:

- If the weightings of component securities of the Reference Index would cause a sub-fund (if it were to follow the Reference Index closely) to be in breach of the investment restrictions and / or materially affect the taxation or fiscal treatment of the Fund or a sub-fund or any of its unit holders;
- If the particular Reference Index or index series ceases to exist, or if there is a material change in the calculation method or in the composition of the Reference Index;
- If a new index becomes available which supersedes the existing Reference Index;
- If an index is better diversified among sectors and constituents than the existing Reference Index and shows attractive historical risk / return characteristics;
- If the Index Provider of a Reference Index is replaced and if the successor index provided is not deemed acceptable by the Management Company;

- If a new index becomes available which is regarded as the market standard for investors in the particular market and / or would be regarded as of greater benefit to the investors in units than the existing Reference Index;
- If it becomes difficult to invest in the component securities of the Reference Index or there is limited liquidity in a proportion of the component securities of the Reference Index;
- If the Index Provider increases its license charges to a level which the Management Company considers too high;
- If in the opinion of the Management Company the quality (including accuracy and availability of data) of a particular Reference Index has deteriorated;
- If a particular Reference Index does not comply any more with the legal or regulatory criteria of eligibility, as applicable from time to time;
- If the swaps or other derivative instruments used by a sub-fund in order to replicate its Reference Index cease to be available or if the conditions under which they are available are not considered as being acceptable by the directors; or
- If a counterparty of swap agreements or other derivative instruments informs the Fund that there is a limited liquidity in a portion of the component securities of the relevant sub-fund or if there are practical reasons which prevent the investment in such component securities.

For the avoidance of doubt, the above list is only exemplary and the Management Company may decide an index substitution in any other circumstances they deem appropriate.

The Management Company may change the name of any sub-fund, particularly if the Reference Index is changed. Any change of Reference Index, change to the name of a sub-fund and the related amendments to this sales prospectus will be previously approved in accordance with Luxembourg law and, as applicable, by any stock exchange. If required by Luxembourg law, notice of the change will be published in a Luxembourg daily newspaper and, if also required, in any other newspapers selected by the Management Company. If the new index has significantly different characteristics then the change to the new index will only take effect after the prescribed period for publication of the proposal and during this period any redemption for cash will not be subject to the Cash Redemption Charge.

e) Portfolio transparency

Information on the calculation methodology, including the exact composition of each sub-fund's Reference Index, is available on the website indicated in chapter N "The sub-funds" in the section "General Description of the Reference Index".

3. Risk management process

In respect of the each sub-fund, a risk-management procedure shall be set up which enables the Management Company to monitor and measure at all times the market risk, liquidity risk and counterparty risk, sustainability risk associated with the sub-fund's investment positions, their respective share in the overall risk profile of the investment portfolio, and all other material risks, including operational risks. In respect of derivatives, in this connection a procedure will be implemented that enables precise and independent valuation of OTC derivatives. Further details can be found in chapter N "The sub-funds" in section "Risk Management Procedure". On behalf of each sub-fund, the Management Company ensures that the overall risk associated with derivatives does not exceed the overall net value of the respective sub-fund portfolio. As a part of its investment strategy, within the limits specified in chapter L "Investment restrictions" section 7.c) the sub-fund may invest in derivatives provided that the overall risk comprised in the underlying instruments does not exceed the investment limits of chapter L "Investment restrictions" section 7.a) to e). If the sub-fund invests in index-based derivatives, such investments do not need to be taken into account in the context of the investment limits stated in chapter L "Investment restrictions" – 7.a) to e). Derivatives embedded in security or money market instruments must also be taken into account in terms of adherence to the above provisions.

D) Investment in units of the Fund

1. On the primary market

The Management Company is authorized without limitation to issue units of any sub-fund and unit class at any time; and unit holders have the right to request, at any time, to have their units redeemed by the Management Company, under the conditions as described hereafter. The Management Company may in its absolute discretion decide to refuse at any time and

without prior notice the issue of units of a sub-fund and / or unit class and / or the conversion of units of one unit class to another unit class. Moreover, the Management Company may in its absolute discretion reject a request to redeem units where the Management Company has reason to believe that the request is being made fraudulently, or in such a manner as to prejudice the interests of the Fund respective its sub-funds, existing unit holders or potential unit holders.

As a matter of principle, only Authorized Participants can subscribe for units and redeem units directly with the Management Company. Other investors can buy or sell units on the secondary market. An investor who is not an Authorized Participant may subscribe and redeem units through entering into arrangements with an Authorized Participant who will in turn make such subscription or redemption in accordance with the procedures described below. The Management Company will only accept subscriptions from Authorized Participants. To the extent required by applicable law of a country where the units are registered for public sale, cash redemptions will be accepted from unit holders not qualifying as Authorized Participants, subject to the procedures and charges as described below.

a) Subscriptions, redemptions and conversions of units by Authorized Participants

The Management Company acting on behalf of the Fund and certain financial institutions, the “Authorized Participants”, have entered into agreements, the “Participation Agreements”, determining the terms and conditions under which the Authorized Participants may subscribe, redeem and convert units of the sub-fund. According to the terms of the Participation Agreements, subscriptions and redemptions of units by Authorized Participants may be made, beside cash, in total or partially against contribution or reception of securities in kind, while complying with the applicable laws and regulations. Authorized Participants will subscribe and redeem units following the principles of minimum initial and subsequent investments as set out in chapter N “The sub-fund”. Subscriptions, redemptions and conversions of units by Authorized Participant will typically be made in units. A conversion from one unit class to another of the same sub-fund will be treated as redemption from one class and a subscription into another class with a fee (the “Conversion Fee”) as mentioned in chapter N “The sub-fund”. It is not possible to physically deliver fractions of units. There is no option to receive fractions of units from the conversion registered on the relevant account. The Participation Agreements moreover contain detailed provisions relating to the rules and operational procedures applicable to subscriptions, redemptions and conversions of units by Authorized Participants. These rules include minimum subscription and holding limits and the possibility to defer redemptions exceeding a certain percentage of the net asset value of a given sub-fund. For the avoidance of doubt, these rules also contain specific provisions about the deadline by which application for subscriptions, redemptions and conversions must be received by the Fund administrator to be processed on the relevant Dealing Day. The order acceptance contained in this sales prospectus may apply to subscriptions, redemptions and conversions of units by Authorized Participants.

The subscription price and the redemption price for units of any sub-fund and class of units will be based on the Daily NAV Per Unit of the units of the relevant sub-fund and class of units, increased or decreased, the case being, by any Sales / Redemption Fees as disclosed in the Participation Agreement and Primary Market Transaction Costs.

Authorized Participants may convert from a unit class into another unit class, but within the same sub-fund. Conversions of units of one sub-fund into another sub-fund are not allowed. In addition, the Authorized Participant must be eligible for the new class of units into which he / she wants to subscribe. The practical modalities relating to conversion of units are contained in the Participation Agreements and other documents available to Authorized Participants.

At fund launch solely UniCredit Bank AG is acting as Authorized Participant.

b) Prevention of money laundering

Pursuant to the amended Luxembourg law of 12 November 2004 to combat money laundering and financing of terrorism and to circulars issued by the CSSF and to the Luxembourg law of 27 October 2010 reinforcing the legal framework for the combat against money laundering and terrorist financing, obligations have been imposed on Undertakings for Collective Investment as well as on all professionals of the financial sector to prevent the use of Undertakings for Collective Investment for money laundering purposes. Within this context the Participation Agreement has imposed a procedure for the identification of Authorized Participants. Each Authorized Participant is a financial sector professional obliged to comply with identification procedures equivalent to those under Luxembourg law.

c) Cash redemptions by unit holders not qualifying as Authorized Participants

Units purchased on the secondary market cannot usually be sold directly back to the Fund. Investors must buy and sell units on a secondary market with the assistance of an intermediary who is holding its units and may incur fees for doing so. In addition, investors may pay more than the current net asset value when buying units and may receive less than the current net asset value when selling them.

If the stock exchange value of the units significantly varies from its net asset value, investors who have acquired their units (or, where applicable, any right to acquire a unit that was granted by way of distributing a respective unit) on the secondary market should be allowed to sell them directly back to the Fund. For example, this may apply in cases of market disruption such as the absence of a market maker. In such situations, information should be communicated to the Regulated Market indicating that the Fund is open for direct redemptions at the level of the Fund.

Redemption Fee

All redemptions for cash will be subject to a fee (the “Redemption Fee”) as indicated for each class of units for a sub-fund in chapter N “The sub-funds” and is determined as a percentage of the Daily NAV Per Unit for each unit redeemed. The Redemption Fee is payable to the Main Distributor.

Procedures for redemptions for cash

Investors in units wishing to directly redeem units with the Management Company may do so by arranging with their financial intermediary (who holds their units) for their units to be credited by book-entry to the Fund’s custody account at the Depository Bank and by instructing their financial intermediary to notify the Fund Administrator of

- i. the unit holder’s wish to redeem as well as the number of units to be redeemed and a sub-fund and class of units to which these units belong;
- ii. the arrangements the financial intermediary has made for the delivery and crediting by book-entry to the Fund’s custody account at the Depository Bank of the units being redeemed; and
- iii. (details of the financial intermediary’s bank account denominated in the Reference Currency to which the proceeds of the redemption are to be sent. Details of that custody account at the Depository Bank to which units being redeemed are to be delivered are available from the Fund Administrator upon written request.

No processing of a redemption for cash will commence until the units are received by the Depository Bank on a free delivery settlement basis. Units credited by book-entry to the Fund’s custody account at the Depository Bank on any Dealing Day before the relevant order acceptance (as specified for each sub-fund in chapter N “The sub-funds”) will be redeemed and cancelled by the Fund Administrator respectively on that Dealing Day (the “Cash Redemption Day”) based on the Daily NAV Per Unit calculated at the relevant Valuation Day (the “Cash Redemption Valuation Day”). Units received after the relevant order acceptance on the relevant Dealing Day will be redeemed and cancelled on the next Cash Redemption Day at the Daily NAV Per Unit determined at the next Cash Redemption Valuation Day.

Payment procedures for redemptions for cash

Payment for units redeemed will be effected or telegraphically transferred to the financial intermediary of the unit holder who has affected the cash redemption no later than three Business Days after the relevant Cash Redemption Valuation Day. Redemption proceeds in the Reference Currency of a sub-fund will be paid by telegraphic transfer to the account notified by the redeeming unit holder’s financial intermediary. The cost of any transfer of proceeds by telegraphic transfer will be deducted from such proceeds.

Redemption proceeds and confirmation notes

The redemption proceeds will take into account the Redemption Fee and the telegraphic transfer costs in the redeeming unit holder’s proceeds. Unit holders are reminded that the redemption proceeds can be higher or lower than the initial purchase price they incurred when purchasing the units. A confirmation note will be sent to the financial intermediary by ordinary post or email on the second Dealing Day following the relevant Cash Redemption Valuation Day, providing full details of the redemption and the redemption proceeds.

Procedures for redemptions in cash representing 10% or more of any sub-fund

If for a sub-fund any applications for redemption for cash is received in respect of any one Cash Redemption Day (the “First Cash Redemption Day”) which either singly or when aggregated with other applications for redemptions for cash so received, is more than 10% of the NAV of that sub-fund (or such other percentage as the directors may in their discretion apply to ensure the interests of remaining unit holders are protected), the Management Company on behalf of the Fund reserves the right in its sole and absolute discretion to scale down pro rata each application with respect to such First Cash Redemption Day so that a minimum of 10% of the NAV of the relevant sub-fund will be redeemed on that First Cash Redemption Day. The investment policy of each sub-fund will mean that there will be minimal cash held by a sub-fund to meet cash redemptions and any sales to raise cash will mean selling across the range of securities a sub-fund may be holding.

To the extent that any application is not given full effect on that First Cash Redemption Day by virtue of the exercise of the power to pro-rate applications, it will be treated with respect to the unsatisfied balance thereof as if a further request had been made by the redeeming unit holder in respect of the next Dealing Day and, if necessary, subsequent Dealing Days, until such application will have been satisfied in full. With respect to any application received in respect of the First Cash Redemption Day, to the extent that subsequent applications are received in respect of following Dealing Days, such later applications will be postponed in priority to the satisfaction of applications relating to the First Cash Redemption Day, but subject thereto will be dealt with as set out in the preceding sentence.

d) Compulsory redemption

General

If it comes to the attention of the Management Company at any time that units are beneficially owned by a person who is not a Qualified Holder, either alone or in conjunction with any other person, the Management Company may in its discretion compulsorily redeem such units. Those units will be redeemed at the Daily NAV Per Unit as described herein less any expenses incurred by the Fund Administrator and Depositary Bank in processing such a redemption. Not less than 10 days after the Management Company gives notice of such compulsory redemption, the units will be redeemed and such investors will cease to be the owners of such units.

In case of liquidation of a sub-fund

If on any given valuation day (see chapter E) 1.) the NAV of any sub-fund is less than EUR 20 mn and / or any class of units thereof is less than EUR 10 mn, or the equivalent in the Reference Currency of the relevant sub-fund, the Management Company may, at their discretion, redeem all of the units of that sub-fund or the relevant class then outstanding. All such units will be redeemed at the Daily NAV Per Unit less pro rata the Sales / Redemption Fee (or, in the case of cash redemptions, Cash Redemption Fee) and any transfer taxes calculated on the Expiration Date (as hereinafter defined) and any liquidation costs incurred. The Management Company will publish in a Luxembourg daily newspaper, and if required, in the official publications specified in the respective countries in which the units are sold notice to the unit holders of the relevant sub-fund or class of units thereof prior to the effective date for the compulsory redemption. The notice will indicate the reasons for, and the procedures of, the redemption operations.

2. Investing and trading on the secondary market

The purpose of the Fund is for each of its classes of units through having these units listed on one or more stock exchanges to be an exchange traded fund. As part of those listings there is an obligation on one or more members of the relevant stock exchanges to act as market makers offering prices at which the units can be purchased or sold by investors. The spread between those purchase and sale prices is typically monitored and regulated by the relevant stock exchange.

An Authorized Participant who subscribe for units will act as market maker in accordance with the relevant stock exchanges’ rules. The Authorized Participant will for certain stock exchanges be obliged, in accordance with their rules, to maintain in normal market circumstances and depending on the overlap of the trading periods of the component securities in the relevant Reference Index and the stock exchanges’ trading period, the spread of the bid and offer price of units, which will be determined by, among others, the iNAV and market liquidity. It is envisaged this will lead to the creation of an efficient secondary market. Other Authorized Participants are expected to subscribe for units in order to be able to offer to buy and sell units to other persons as part of their broker / dealer business. At the inception of the Fund UniCredit Bank AG will act as Authorized Participant and market maker.

As only Authorized Participants are able to subscribe and redeem units, it is expected that a liquid and efficient secondary market will develop as they meet demand for such units. Through the operation of such a secondary market, persons who are not Authorized Participants will be able to buy or sell units in a sub-fund and class of units at prices which will be determined by, among others, the iNAV and market liquidity. For avoidance of doubt, this price might differ from the NAV Per Unit.

3. Title to units and settlement

The units will only be issued in form of registered units which will be held through an intermediary in the unit holder's register. No individual certificates representing the units will be issued. Authorized Participants who subscribe for, redeem or transfer units will hold for settlement purposes an account in the unit holder's register and a primary settlement system or have access to such an account through another settlement system which links into a primary settlement system. Investors will receive units by book-entry credit to the securities accounts of their financial intermediary held, directly or indirectly, in a primary settlement system, or a settlement system that interfaces with a primary settlement system.

The Management Company draw the investors' attention to the fact that any investor will only be able to fully exercise his investor rights directly against the Fund, if the investor is registered himself and in his own name in the unit holders' register of the Fund. In cases where an investor invests in the Fund through an intermediary investing into the Fund in his own name but on behalf of the investor, it may not always be possible for the investor to exercise certain unit holder rights directly against the Fund. Investors are advised to take advice on their rights.

4. Holding of units and settlement by investors who are not Authorized Participants

Investors in units who have purchased or who are transferred units and who are not themselves participants in a primary settlement system or a linking settlement system will have their interests in the units credited by book-entry in the internal accounts of a financial intermediary (who may also be an Authorized Participant) as the investor's nominee. That financial intermediary will be a participant itself in such a system or will have indirect access to such settlement systems through another financial intermediary (which may also be an Authorized Participant), such as a bank, a Depository bank, a broker, a dealer or a trust company which clears through or maintains a custodial relationship with participants in such settlement systems.

Distributions of dividends and other payments with respect to units in the sub-fund held through above described settlement systems will be credited, to the extent received by the Depository Bank as depository, to the cash accounts of such settlement systems' participants in accordance with the relevant system's rules and procedures. Any information to the unit holders will likewise be transmitted via the settlement systems.

Secondary market sales of units or purchases of units will be conducted and settled in accordance with the normal rules and operating procedures of the relevant stock exchanges and settlement systems. In the case an Authorized Participant ascertains that a unit holder is not a Qualified Holder, the Participation Agreement imposes on the Authorized Participant the duty to inform the Management Company and to assist the Management Company in the compulsory redemption of the relevant units.

The Management Company will not compulsorily redeem the units held by any person who is not a Qualified Holder (either alone or in conjunction with another person) without the prior approval of the listing authorities of the stock exchanges on which the units are listed.

5. Transfer of units

Units are freely transferable subject to and in accordance with the rules of the relevant stock exchange and settlement system. An Authorized Participant will not transfer a unit to an investor who is not a Qualified Holder. Through the units being held in one or more settlement systems investors who are not participants in such systems will only be able to transfer their units through a financial intermediary who is a participant, either directly or indirectly, in a settlement system.

6. Indicative Intra-Day NAV Per Unit ("iNAV")

The Main Distributor may appoint for each sub-fund a calculation agent to allow participants in the secondary market when considering the prices being offered for units on the secondary market to have access to a real time estimate of the NAV Per Unit.

In case an iNAV is calculated, it is envisaged that the iNAV Per Unit of the relevant unit class in a sub-fund will be calculated by a calculation agent and made available on the website of the calculation agent at least every 60 seconds during the relevant sub-fund's units trading period. The calculation agent will independently publish the iNAV Per Unit in each of the trading currencies of the sub-funds' units, and, if the Reference Currency is not a trading currency, in the Reference Currency. There can be no assurances that the calculation methodology of the iNAV will be the same as for the actual daily NAV per unit and therefore differences may result. The prices for securities selected by the calculation agent in calculating the iNAV Per Unit will usually be sourced by the calculation agent from the Regulated Market on which the securities are listed or dealt. In certain limited circumstances those prices may be sourced from another Regulated Market on which the securities are listed or dealt. The calculation agent may source the prices for the securities using a proper provider for financial information (e.g. Reuters, Bloomberg).

In general, the calculation agent will be a recognized provider of calculation services to the financial services industry. General business categories into which calculation agents fall are either stock exchanges, data providers (e.g. Bloomberg, Reuters, Telekurs), financial institutions with appropriate experience or Index Providers (e.g. FTSE, STOXX, MSCI, Barclays, Solactive and Markit).

In case an iNAV is calculated for a sub-fund this is mentioned in chapter N "The sub-funds".

Important Information

The iNAV Per Unit is solely an indicative estimate of the NAV per Unit calculated independently of the Management Company and the Fund administrator. It is not, and should not be taken to be, the value of each unit or the price at which units may be subscribed for or redeemed or purchased or sold in any secondary market.

E) DETERMINATION AND SUSPENSION OF NET ASSET VALUE, SUSPENSION OF ISSUE AND REDEMPTION PRICE

1. Determination of the net asset value

The unit value of each sub-fund / unit class is calculated in a respective Reference Currency as stipulated in the provisions of Article 10 of the Management Regulations. The unit value is calculated by the Management Company or one of its agents and under the supervision of the Depository Bank on each valuation day ("Valuation Day").

To calculate the unit value, the value of the assets held in a sub-fund / unit class less the liabilities of a sub-fund / unit class ("net sub-fund assets") is determined on each Valuation Day and divided by the number of units of a sub-fund / unit class in circulation on the Valuation Day and rounded to two decimal places ("NAV").

The net sub-fund assets are calculated according to the following principles:

- a. Assets that are officially listed on a stock exchange are valued at the latest available price. If an asset is listed on several stock exchanges, the most recently available price on the stock exchange that is the main market for such asset is applied.

Assets which are not listed on a stock exchange but which are traded on another Regulated Market which operates regularly and is recognized and open to the public are valued at a price which may not be lower than the bid price and not higher than the offering price at the time of valuation, and which the Management Company considers to be the best-possible price at which the assets can be sold.

If an asset is not listed or traded on a stock exchange or on another Regulated Market or if, with regard to assets which are listed or traded on a stock exchange or other market as mentioned above, the prices in accordance with the provisions contained in (a) or (b) above do not reasonably reflect the actual market value of the assets in question, such assets shall be valued at the realizable value as determined in good faith by the Management Company in application of generally recognized valuation regulations that are verifiable by auditors.

The pro rata interest on assets will be included in so far as it is not expressed in the price.

The settlement value of forwards or options which are not traded on stock exchanges or other organized markets will be determined in accordance with the guidelines set by the Management Company using a base value consistently applied to all types of contract. The liquidation value of futures, forwards or options traded on stock exchanges or other organized markets is calculated on the basis of the latest available settlement prices for such contracts on the stock exchanges or organized markets on which such futures, forwards or options are traded by the sub-fund; if a future, forward or option cannot be settled on a day for which the net asset value is determined, the valuation basis for such a contract is determined by the management board in an appropriate and reasonable manner.

Swaps are valued at present value.

Cash is valued at nominal value plus pro rata accrued interest. Fixed-term deposits may be valued at the respective yield price, provided that a corresponding contract between the financial institution holding the deposits in safekeeping and that the Management Company stipulates that such deposits may be called at any time and that, in the event of calling, the liquidation value shall correspond to such yield price.

Target funds are valued at the latest net asset value determined and obtainable. If redemption has been suspended for investment units or if no redemption prices are set, these units and any other assets are valued at the realizable value which the Management Company determines in good faith on the basis of the probable realizable value.

All assets not denominated in the currency of a sub-fund are converted at the most recently available exchange rate into the relevant currency of the sub-fund. Gains or losses on foreign exchange transactions are shown net.

All other securities or other assets are valued at their appropriate realizable value as determined in good faith by the Management Company and according to a procedure specified by the Management Company.

The Management Company may at its own discretion permit other valuation methods if it considers the same to be appropriate in the interests of reasonable valuation of an asset of the sub-fund.

The net sub-fund assets are reduced by any distributions paid to the investors of the sub-fund.

If unit classes are created, the resulting calculation of the net asset value will be made separately according to the criteria set out above. However, the composition and allocation of assets is always undertaken separately for a sub-fund as a whole.

2. Suspension of the net asset value calculation and of the issue, redemption and conversion of units

Pursuant to article 10 of the Management Regulations, the Management Company may suspend the calculation of the NAV of one or more sub-funds and the subscription, redemption and conversion of units:

- b.** during any period when any of the principal Regulated Markets on which any substantial portion of the investments of the Fund attributable to such sub-fund from time to time is quoted or dealt in, or when the foreign exchange markets corresponding to the currencies in which the net asset value or a considerable portion of that sub-fund's assets are denominated, is closed otherwise than for ordinary holidays, or during which dealings thereon are restricted or suspended, provided that the closing of such exchange or such restriction or suspension affects the valuation of the investments of that sub-fund quoted thereon; or
- c.** during the existence of any state of affairs which constitutes an emergency as a result of which disposals or valuation of assets owned by the Fund would be impracticable or such disposal or valuation would be detrimental to the interests of unit holders; or
- d.** during any breakdown in the means of communication normally employed in determining the price or value of any of the investments of such sub-fund or the current price or values on any stock exchange in respect of the assets attributable to such sub-fund; or
- e.** when for any other reason beyond the control of the Management Company, the prices of any investments owned by the Fund respective a sub-fund cannot promptly or accurately be ascertained; or
- f.** during any period when the sub-fund is unable to repatriate funds for the purpose of making payments on the redemption of the units or during which any transfer of funds involved in the realization or acquisition of investments or payments due on redemption of units cannot in the opinion of the Management Company be effected at normal rates of exchange; or
- g.** upon the publication of a notice to the unit holders for the purpose of resolving the winding-up of the Fund or of the relevant sub-fund(s).

Such suspension for one sub-fund will have no effect on the calculation of Daily NAV Per Unit, the subscription, redemption and conversion of units of any other sub-fund.

Notice of the beginning and of the end of any period of suspension will be published in a Luxembourg daily newspaper and, if required, in any other newspaper(s) selected by the Management Company. Notice will likewise be given to any applicant or unit holder as the case may be applying for purchase, redemption or conversion of units in the sub-fund(s) concerned.

F) RISK FACTORS

The information below is of a general nature. It describes different risk factors associated with an investment in the Fund respective its sub-funds and investor attention is expressly drawn to it. However, this presentation is not exhaustive and there may be other factors that should be taken into consideration with regard to an investment. Investors should consult their own advisor before considering an investment in the Fund.

The following risks are to be noted in particular:

2. General risks

a) Market risks

The assets acquired by the sub-fund are subject to price risk. The risk of loss of value is – just as is the opportunity for gains - greater for funds that invest in equities than for funds that invest in fixed income securities or money market instruments, as experience has demonstrated that equities are subject to greater price fluctuations than bonds and money market instruments. In the event of large index movements, including large intra-day movements, a sub-fund's performance may be inconsistent with its stated investment objective.

The sub-funds follow a passive investment strategy and hence are not “actively managed”. Accordingly, the Management Company will not adjust the composition of a sub-fund's portfolio except (where relevant) in order to seek to closely correspond to the duration and total return of the relevant Reference Index. Therefore the sub-funds do not seek temporary defensive positions when markets decline or are judged to be overvalued. Accordingly, a loss in the relevant Reference Index may result in a corresponding loss in the value of the Units of the relevant sub-fund.

b) Interest rate risk

If the sub-fund invests in interest-bearing securities, it is subject to interest rate risk. If the market interest rate increases, the price of the interest-bearing securities included in the sub-fund may drop significantly. This applies to an even greater degree if the sub-fund also holds interest-bearing securities with a longer residual maturity and a lower nominal interest rate.

Interest rates are set on the international money markets in accordance with the principle of supply and demand, which in turn are influenced by macroeconomic factors, speculation and / or intervention by the various central banks or governments.

c) Credit risk and default risk

The creditworthiness (solvency and willingness to pay) of the issuers of the securities held by the sub-fund may subsequently fall. This usually leads to price drops, which surpass those caused by general market fluctuations.

Securities that are issued by issuers with poor credit ratings are usually considered to be securities with greater credit risk and with higher probability of default by the issuer than securities issued by issuers with higher credit ratings.

In extreme cases, the issuer of a security held by the sub-fund or the debtor of a claim belonging to the sub-fund may become insolvent. This could result in the corresponding assets of the sub-fund becoming economically worthless.

d) Sustainability risks of investments

Sustainability risks can arise from environmental and social impacts on a potential investment as well as from the corporate governance of a company associated with an investment. Sustainability risk can either represent a risk of its own or have an impact on other portfolio risks and contribute significantly to the overall risk, such as market risks, liquidity risks, credit risks or operational risks. Upon occurrence of those, they can have a significant impact on the value and/or return of the investment, up to a total loss. Negative effects on an investment can also negatively impact the returns of a Sub-Fund.

The aim of including sustainability risks in the investment decision is to identify the occurrence of these risks as early as possible and to take appropriate measures to minimise the impact on the investments or the overall portfolio of a Sub-Fund.

The events or conditions that may be responsible for a negative impact on the return of a Sub-Fund are split into environmental, social and corporate governance aspects. While environmental aspects include climate mitigation, for example, social aspects include the consideration of internationally recognized labor law requirements or the abolition of a gender pay gap. Corporate governance aspects include, for example, the consideration of employee's rights and data protection. The Management Company also considers the aspects of climate change, including physical climate events or conditions such as heat waves, storms, rising sea levels and global warming.

e) Company-specific risk

The price development of the equities, corporate bonds and money market instruments held by the sub-fund is also dependent on company-specific factors, for example, the issuer's business situation. If the company-specific factors deteriorate, the price of the specific security may drop significantly and enduringly, possibly even without regard to an otherwise generally positive stock market trend.

f) Company-specific risk in connection with sustainability

The risks from environmental, social or corporate governance aspects can impact the market value of the investments. Financial instruments issued by companies not complying with ESG standards or not transitioning towards more ESG compliant standards can suffer sustainability risk impacts. Such market value impacts can arise from reputational issues, sanctions or physical or transition risks caused e.g. by climate change.

g) Currency risk

Investors should be aware that an investment is subject to currency risk. Exchange rates between currencies are set on the international currency markets in accordance with the principle of supply and demand, which in turn are influenced by macroeconomic factors (such as economic developments in the different currency zones, interest rates and international capital flows), speculation and / or intervention by the various central banks or governments (including the imposition of currency controls and restrictions). Exchange-rate fluctuations could affect the value of the sub-fund.

Assets denominated in foreign currencies held by the sub-fund (if foreign currency positions have not been hedged) are subject to currency risk. Any devaluation of the foreign currency against the Reference Currency of the sub-fund would cause the value of the assets denominated in the foreign currency to fall.

h) Sector risk

The specification of the investment objective of sector investments makes it impossible to diversify the risk to different sectors from the start. Sector investments are particularly dependent on the development of corporate profits in a single sector or interrelated sectors.

i) Country and transfer risk

Economic or political instability occurring in countries in which the sub-fund is invested may result in the sub-fund not receiving the full amount of monies to which it is entitled despite the solvency of the issuer of the respective security. Currency or transfer restrictions and other legal changes, for example, may be of significance in this regard.

j) Volatility

The extent of the instability and the expected instability in the performance of the sub-fund itself, its assets, any underlying and the techniques and instruments used to link the assets to the underlying can, if applicable, be recognised by market volatility. Market volatility is not just a measure of actual volatility; it is also primarily determined by the prices of instruments that offer investors protection against that volatility. The prices of these instruments are based on the principle of supply and demand on the markets for options and derivatives. These market forces are in turn influenced by factors such as actual volatility, expected volatility, macroeconomic aspects and speculation.

k) Risk of negative credit interest

The Management Company places liquid assets of the Fund with the Depository or other credit institutions for the account of the Fund. An interest rate is often agreed for these deposits which corresponds to the customary market interest rate such as the European Interbank Offered Rate ("Euribor"), less a certain margin. If the market interest rate falls below the agreed margin, this leads to negative interest rates on the corresponding account. Depending on the development of the interest rate policy of the European Central Bank or another central bank, short, medium and long-term bank credit may generate a negative interest rate. Investments of liquid assets based on an interest rate other than the market interest rate and investments of liquid assets in a foreign currency taking into account the key rates of foreign central banks may therefore also lead to a negative return.

l) Operational risk

The Management Company may make use of external service providers for carrying out its activities. In the event of a default or insolvency of a service provider, investors may experience delays (e.g. delays in processing subscriptions, conversions and redemptions of units) or other disruptions.

m) Operational risks in connection with sustainability

The fund may suffer losses due to environmental disasters, the handling of social issues in corporate governance, and problems in general corporate governance. These events may be caused or exacerbated by a lack of attention to sustainability.

n) Custody risk

The financial instruments of the Fund are held in custody by the Depository assigned by the Management Company, CACEIS Bank, Luxembourg Branch.

A risk of loss is associated with holding assets in custody, especially abroad, which may result from insolvency, violations of due diligence or misconduct of the Depository or a sub-depository.

o) Legal risk

The legal and fiscal treatment of the Fund may change in an unforeseeable and uncontrollable manner, i.e. there is a risk that contracts may be terminated due to insolvency, changes in legislation or unforeseeable events.

The law of the Grand Duchy of Luxembourg generally prevails, although it should be pointed out that under certain circumstances (e.g. insolvency proceedings), other legal systems which may impact the enforceability of existing transactions are prioritised.

3. Risks in connection with an underlying Reference Index

The possibility cannot be excluded that an index will in future no longer be calculated and published on the basis described in this sales prospectus or that it will be substantially changed. Changes in the Reference Index could have a negative effect on the value of the relevant sub-fund. Past performance of an underlying is not necessarily indicative of its future performance.

If the underlying consists of an index, it will not be actively managed and the components, i.e. of the indices, assets or securities are chosen in agreement with the respective requirements in relation to the composition of the Reference Index and the selection criteria in this regard, and use is not made of performance criteria or prospects. Correspondingly, the composition of the Reference Index is not oriented towards following recommendations or analysis reports of the Index Provider, its associates or other persons. In the determination, composition or calculation of the Reference Index, no Index Provider is obliged to take into account the needs of the Management Company or of the investors.

Under certain circumstances the calculation or publication of the Reference Index may be suspended or even terminated. In addition, the index components may be changed or the Reference Index may even be substituted for another index. The regular adjustment of the index components by the Index Provider may result in costs that might have a negative effect on the performance of the Reference Index. Under certain circumstances, such as the termination of the calculation or publication of the Reference Index or the suspension of the trading in index components, this may result in the suspension of the trading in the units or the suspension of the obligation of the market makers to provide bid and offer prices on the relevant stock exchanges. There is no guarantee that a Reference Index will be calculated and published in the manner described in this

sales prospectus for an unlimited period of time or that it will not be subjected to significant changes. The past performance of a Reference Index is no indicator for its positive performance in the future.

An Index Provider is not obliged to take into account the needs of the Company or the unit holders when determining, composing or calculating a Reference Index. An Index Provider is neither responsible for, nor involved in, the determination of the launch date of a sub-fund or the prices and quantity of the units issued. Neither can an Index Provider influence the relevant redemption terms.

Neither the Management Company, the Portfolio Manager(s) nor their respective affiliates have engaged, or will engage, in investigations or reviews on behalf of the unit holders in respect of the Reference Index. Investigations or reviews by or for a sub-fund, the Portfolio Manager(s) or their respective affiliates will be performed for investment purposes only. The specific risks associated with an investment in particular Reference Indices and / or the relevant index components are set out below.

Tracking Error risk:

A temporary non-availability of certain securities in the market, the compliance with legally binding issuer limits, the reinvestment of dividends at index level, the transaction costs associated with the purchase of index components or the use of derivatives (if any), taxes, index adjustments or other extraordinary circumstances can result in a deviation from the performance of the index (Tracking Error). In addition, it may be the case that each sub-fund incurs transaction costs and other costs, fees or taxes in duties in connection with the tracking of the underlying Reference Index, which are not taken into account in the calculation of the Reference Index. This means that, in such a case, the relevant sub-fund will not be able to track the performance of the underlying Reference Index in full. If the performance of the securities included in the sub-fund deviates from the corresponding obligation of the sub-fund under a relevant swap agreement, this poses an additional risk for the sub-fund.

4. General information in connection with derivatives, securities financing transactions and other techniques and instruments

Regulation (EU) 2015/2365 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012 (SFTR) was published in the Official Journal of the European Union on 23 December 2015.

The SFTR essentially governs the obligations in relation to “securities financing transactions”. Aside from existing reporting obligations pursuant to the “European Market Infrastructure Regulation (EMIR)” (Regulation (EU) No 648/2012 of the European Parliament and of the Council of 4 July 2012 on OTC derivatives, central counterparties and trade repositories) – but which are generally not applicable for securities financing transactions – additional reporting requirements are justified by the SFTR for the conclusion, modification or termination of securities financing transactions.

Derivatives, securities financing transactions, techniques and instruments may be used for efficient portfolio management in line with the Fund's investment objectives. The Management Company may expand upon the following derivatives, securities financing transactions, techniques and instruments if other instruments are offered on the market that are in line with the investment objective and which the Fund may employ in accordance with supervisory and legal provisions.

The counterparties of derivative financial instruments that are not traded on a stock exchange or another regulated market (“OTC derivatives”) must be first-class financial institutions specializing in these types of transactions.

Securities financing transactions include:

- Repurchase transactions
- Securities lending transactions
- Buy/sell-back transactions or sell/buy-back transactions

The return generated as part of the securities financing transaction is transferred in full to the Fund's assets, less all costs associated therewith including any transaction costs, whereby 75% of the gross return generated within the scope of securities financing transactions accrue to the fund assets.

Within Repurchase transactions, 100% of the gross return generated Repurchase transactions accrue to the fund assets.

The following is a non-exhaustive list of examples of derivatives, securities financing transactions, techniques and instruments, which may be used for managing the Fund:

Derivatives

1. Financial futures contracts

Financial futures contracts are binding agreements on both parties to the contract to buy or sell a specific amount of a specific underlying instrument at a predetermined time (the maturity date) or within a specific period of time and at a previously agreed price.

2. Options

An option is the right to buy (call option) or sell (put option) a specific asset at a predetermined time or within a predetermined period of time at a previously agreed price. The price paid for the acquisition of a call or put option is the option premium.

3. Swaps

Swaps are agreements in which cash flows or risks underlying the transaction are exchanged between the parties to the agreement.

a. Credit default swaps

Credit default swaps are credit derivatives that allow potential credit default risks to be transferred to counterparties. The counterparty receives a regular fee (premium) from the seller of the credit risk and makes a compensation payment in return if a credit event defined when the contract is entered into occurs.

b. Total return swaps

A total return swap is a credit derivative in which the pledger transfers the entire risk of a reference asset (e.g. a bond or an index) to the guarantor by periodically offsetting the income from the reference asset and its increases in value with the guarantor against the payment of a variable or fixed reference interest and the settlement of impairments. Consequently, the guarantor assumes both the credit risk and the entire price risk of the reference asset from the pledger for the term of the transaction.

The Fund may conclude total return swaps within the scope of its investment principles.

The counterparty in the case of total return swaps will be one or more first-rate financial institutions ("counterparty/counterparties") which specialize in such business. The relevant counterparty shall provide the Management Company with a replicable swap trading price on each valuation date. The sole counterparty in these transactions is UniCredit Bank AG.

Further details on concluding total return swaps are described in the special section of this Sales Prospectus.

5. Securities lending transaction

A securities lending transaction is a transaction in which a counterparty transfers securities subject to the obligation that equivalent securities are returned by the party borrowing the securities at a later date or at the request of the transferring party; it is a securities lending transaction for the counterparty that transfers the securities and a securities borrowing transaction for the counterparty to which they are transferred.

The counterparty in the case of securities lending transaction is UniCredit Bank AG

5. Risks in connection with derivatives, securities financing transaction and other techniques and instruments

a) Derivatives

Within the framework of the investment limits, a sub-fund may use derivatives for hedging purposes, for efficient portfolio management, to achieve additional returns, and as part of the investment strategy. Both derivative transactions that are authorized for trading on a stock exchange or included on another organized market, as well as over-the-counter (OTC) transactions may be entered into.

Regulation (EU) No 648/2012 of the European Parliament and of the Council of 4 July 2012 on OTC derivatives, central counterparties and trade repositories (European Market Infrastructure Regulation, EMIR) has been in force since August 2012.

(OTC) transactions which were entered into before 1 March 2017 (“legacy transactions”) have hitherto been subject to the collateral attachment of 2001 (secured legacy transaction) or they involved a (previously) unsecured (OTC) transaction (unsecured legacy transaction).

(OTC) transactions which are entered into from 1 March 2017 (new transactions) are subject to the new EMIR collateral requirements. Only certain OTC derivatives that a) are concluded after the collateral obligation has entered into force, b) that are not processed by a central counterparty and c) are concluded between the two counterparties concerned are affected by the new EMIR collateral requirements. If an (OTC) transaction is not subject to the new EMIR collateral requirements, the parties are obligated to reach an agreement on the exchange of collateral (mutual collateralisation).

The ISDA and the leading associations of German lenders organised in the ZKA have each written standardized documentation for this type of transaction under the umbrella of framework agreements, the ISDA Master Agreement and the DRV.

To reduce the risk incurred through transactions with swaps (see also chapter F section 5.d) “Swaps”), a sub-fund only enters into swaps with top-rated financial institutions specialised in this type of transaction and that adhere to the standard conditions set forth in the ISDA or DRV.

The derivatives and financial instruments with derivative components may contain, among other things, options transactions, futures transactions on financial instruments (including interest rates, exchange rates and currencies), swaps including credit default swaps and equity swaps, or combinations of these.

In this connection, the following risks in particular may be associated with the use of derivatives:

1. Risks of loss:

- a. Derivatives entail special risks resulting from the leverage effect. This leverage is generated by allocating a smaller amount of capital when purchasing a derivative in comparison to a direct purchase of the underlying assets. The larger this leverage is, the greater the change in the price of the warrant will be if there is a change in the value of the derivative. The risks of loss of derivatives tend to increase correspondingly as the leverage rises.
- a. The risk of loss cannot be determined and may exceed any collateral provided.
- b. It may be impossible to undertake transactions that limit or eliminate risks, or such transactions may only be possible at a market price constituting a loss.
- c. The risk of loss may increase if the liabilities arising from such transactions or the consideration receivable from them are denominated in a foreign currency.

2. Counterparty risk (see also section on default risk):

A sub-fund may only enter into derivative transactions authorized for trading on a stock exchange or included on another organised market with appropriate banks or financial services institutions on the basis of standardized framework agreements. Transactions on the OTC markets may expose a sub-fund to risks related to the creditworthiness of the counterparties and their ability to fulfil these contracts. If the counterparty should default, then the sub-fund may incur losses. The counterparty default risk with transactions of a sub-fund in OTC derivatives may not exceed 10% of its net assets if the counterparty is a credit institution within the meaning of 5.1 f) of the Management Regulations. In other instances, the limit is a maximum of 5% of the net assets of the respective sub-fund. If the counterparty of the OTC derivative in this case acts as the Portfolio Manager, this will be taken into consideration as an outsourcing agreement for the portfolio management and will therefore include the UCITS requirements for outsourcing.

A sub-fund can, for example, enter into securities lending, futures, options and swap transactions or use other derivative techniques which each subject the sub-fund to the risk that the counterparty does not fulfil its obligations arising from the respective contract. A sub-fund can reduce the default risk through the use of collateral.

Haircuts may be made to the collateral which, in principle, amount to 100% of the legal requirements and vary according to the type of securities, the issuer rating and, where applicable, the remaining term. After deduction of the haircuts, the collateral must at all times be sufficient to meet the legal requirements.

Any collateral provided to the Fund, respective the sub-fund by counterparties in connection with securities lending, repurchase and OTC transactions in order to minimise credit risk is subject to the statutory and regulatory provisions. It cannot be ruled out that individual items of collateral may be worthless at, and / or rendered completely worthless prior to, the time of their utilisation. Therefore, there is a risk that the sum that can be realised through the utilisation of the collateral may not be sufficient as to meet all unit holder claims and / or that investors suffer a total loss in respect of their investment. Additionally, the reinvestment of cash collateral is associated with the risk that the collateral is not available in the enforcement event.

3. Market risks

This is a general risk and exists for all types of investments; the risk is that the value of a certain derivative may change in such a way that could be disadvantageous to the interests of a sub-fund.

The global spread and dynamic development around pandemics, such as the coronavirus (COVID-19), may be a significant impact on the global economy.

In the past, widespread communicable disease outbreaks have affected the investment climate and caused sporadic volatility in global markets. These impacts may be unevenly distributed across sectors, companies and economies, depending on, among other things, the global distribution of pandemically detected cases.

In addition, solvency concerns may be exacerbated if the situation results in working capital lines being blocked, financial covenants being breached, payment defaults occurring and/or termination payments or other contingent liabilities being triggered for non-performance. Any slowdown in business activity may have a negative impact on liquidity.

Such adverse changes in the global financial markets or in the national or regional economies in which any of the Affiliates does business may therefore in turn have a material adverse effect on the Partnership's business or the business of any of its Affiliates.

The full extent of pandemics, its duration, intensity and consequences are uncertain and any resulting economic slowdown and/or negative business sentiment in the markets may have a negative and long-lasting impact on the business and financial condition of the UCITS, the Partnership and the Investments themselves.

4. Liquidity risk

Liquidity risks arise when a certain security is difficult to obtain or to dispose of. For large-volume derivative transactions and / or those in illiquid markets (e.g. if there are numerous individually agreed derivatives), the execution of a transaction or the settlement of a position may not be possible at an advantageous price.

5. Early termination of swaps

If the respective counterparty violates contractual obligations, the Management Company may use this to justify the termination of the swap. The counterparty is also entitled to terminate a swap. The conditions for termination are explained in more detail in the framework agreement mentioned above on which the swap transaction is based. If the swap is terminated, the standard documentation underlying the respective swap provides that the current market value of the swap remains in the net assets of a sub-fund.

In the event of early termination of a swap transaction, the Management Company will endeavour to find another counterparty that is willing to enter into the swap under identical conditions. If the Management Company should not

succeed, a sub-fund may be forced, possibly in accordance with applicable laws, to adjust its investment objective and investment policy to the prevailing market conditions at that time. If such an adjustment is not possible or in the opinion of the Management Company is not reasonable, the Management Company may, in accordance with Articles 19 and 20 of the Management Regulations, liquidate a sub-fund or merge it with another fund.

6. Other risks

Other risks in using derivatives include the risk of differing valuations of derivatives arising from different permitted valuation methods and the fact that there is not a perfect correlation between derivatives and the underlying securities, interest rates, exchange rates and indices. Many derivatives, particularly OTC derivatives, are complex and are frequently subjectively valued. Often only a few market players are in a position to make a valuation, and these frequently appear as counterparties in the transaction to be valued. Inaccurate valuations can result in higher cash payment obligations to counterparties or a loss of value for a sub-fund. Derivatives do not always fully or even to a large extent track the performance of the securities, interest rates, exchange rates or indices they are intended to replicate. For these reasons, the use of derivative techniques by a sub-fund is not always an effective means of attaining the investment objective and can at times even be counter-productive.

If the counterparty is able to influence the content or management of the sub-fund's investment portfolio or the underlying of the derivatives, or is required to consent to transactions in connection with the sub-fund's investment portfolio, this will be expressly stated in Chapter N "The sub-funds", Sections "Investment objectives and investment policy".

b) Options and warrants

An option is the right to buy (call option) or sell (put option) a specific asset at a specific predetermined time or within a specific predetermined period of time at an agreed fixed price. The price paid for the acquisition of a call or put option is the option premium.

Options transactions entail special risks resulting from the so-called leverage effect. The opportunities and risks of options transactions tend to increase correspondingly as the leverage rises. It should also be noted that options may lapse without value or decline in value.

c) Forward contracts (including futures)

Forward contracts are binding agreements on both parties to the contract to buy or sell a specific amount of a specific underlying at a predetermined time (the maturity date) or within a specific period of time and at a previously agreed price.

If a sub-fund buys or sells forward contracts for purposes other than hedging, this is associated with considerable opportunities as well as risks, as only a fraction of the contract value (margin) is required to be provided immediately. Price fluctuations in one direction or another may lead to considerable losses.

d) Swaps

Swaps are agreements in which cash flows or risks underlying the transaction are exchanged between the parties to the agreement.

Within the framework of the investment principles, a sub-fund may enter inter alia into interest-rate, currency, credit default, total-return and equity swaps, options on such swaps and any combination of such transactions. The counterparty to the swap is contractually obliged to provide the Management Company with a verifiable trading price for the swap on each valuation day. There is the risk that the counterparty will not fulfil its obligation to provide pricing. If no market price is available for the above swap transactions, the price at the time of the transaction and on any day on which the unit price is calculated will be determined using recognized valuation models based on the fair value of the underlying. Transactions and pricing are documented.

Interest-rate swaps can be used to shorten or lengthen the maturity structure of interest-bearing securities held by a sub-fund and thus to manage the interest-rate risk. In addition, currency risk can be modified by (currency) swaps when assets are swapped into another currency.

An equity swap is a swap based on equities or equity indices that swaps the income from different underlyings, providing both counterparties with diversification; it does however, also entail corresponding risks of loss.

Credit default swaps are credit derivatives that allow potential credit-default risks to be transferred to counterparties. The counterparty receives a regular fee (premium) from the seller of the credit risk and makes a compensation payment in return if a credit event defined when the contract is entered into occurs. A credit event is generally defined as bankruptcy, non-payment, (potential) accelerated maturity, repudiation / moratorium and restructuring. The use of credit default swaps may entail greater risks than direct investment in debt securities. The market for credit default swaps may sometimes be less liquid than the markets for debt securities. The sub-fund generally intends, however, only to invest in liquid credit default swaps. Credit default swaps in which a sub-fund acts as guarantor are subject to the risks of a reference debtor with respect to the credit event that occurs. In addition, in respect of credit default swaps in which it acts as pledger, the sub-fund is subject to the risk that the counterparty to the credit default swap defaults. The use of credit default swaps must be both in the exclusive interest of and in line with the investment policy. Both the bonds underlying the credit default swap and the respective issuer must be taken into account with regard to the investment limits set out chapter L “Investment restrictions” of the sales prospectus.

Total return swaps are derivatives in which the protection buyer transfers the entire risk of a reference asset (e.g. a bond, a bond-basket, an equity-basket or an index) to the protection seller by periodically offsetting the income from the reference asset(s) and its increases in value with the protection seller against the payment of a variable or fixed reference interest rate and settling impairments. Consequently, the protection seller assumes the entire price risk of the reference asset from the protection buyer for the life of the transaction, and if applicable the credit risk.

Swaptions are options on swaps. A swaption is the right, but not the obligation, to enter into a swap of which the conditions have been precisely specified at a set time or within a specific period of time. Swaptions may be entered into for all of the above types of swaps.

6. Additional risks of investing in exchange-listed funds

a) Market listing

The Management Company may apply for admission to listing of certain funds / sub-funds on the Frankfurt Stock Exchange and / or any other stock exchange.

b) Liquidity and secondary trading

Even if funds / sub-funds are listed on one or more stock exchanges, there is no certainty that they will be liquid on one or more stock exchanges or that the price at which they are traded on an exchange will be identical to the net asset value per sub-fund unit. There can be no assurance that the sub-fund units, once they are listed on a stock exchange, will remain listed on that exchange, or that the listing conditions will remain unchanged.

Trading on a stock exchange may be suspended due to market conditions or when trading is not advisable in the opinion of the relevant exchange. In addition, all trading may be suspended because of extraordinary market volatility, subject to the rules of that exchange. If trading on a stock exchange is suspended, unit holders may not be able to sell their sub-fund units until trading resumes.

Funds that are listed on a stock exchange may, however, mainly be traded on an OTC market. The existence of a liquid market for trading in such a case may depend on whether brokers / dealers set buying and selling prices. As a prerequisite for listing on certain stock exchanges, one or more market makers that are financial institutions may be appointed for setting prices; however, there can be no assurance to the effect that a market will be provided consistently or that such a market will be or remain liquid. The price at which sub-fund units may be sold may be affected by limited or non-existent markets for trading.

c) Changes in net asset value and trading prices on the secondary market

The net asset value per sub-fund unit fluctuates with changes in the fair value of the underlying, of the derivative techniques and instruments, of the assets and with changes in the exchange rate between the Reference Currency or, if different, the listing currency of the sub-fund units and the respective foreign currency of the underlying and of the assets. The market price fluctuates with changes in the net asset value and in supply and demand on the stock exchange on which the relevant sub-fund is listed. The Management Company cannot make any predictions as to whether the sub-fund units will be traded below, at or above their net asset value. Price differences are primarily due to the fact that the forces affecting supply and demand on the secondary market are closely linked to, but not identical to, the forces that have an effect at the time, individually or

collectively, on the trading prices of the underlying and the assets. Moreover, a listing on multiple stock exchanges can result in sub-fund prices differing between exchanges due to tax, regulatory or other market-related factors.

A broker / dealer may, taking into account the price at which he could sell the sub-fund units (the ask) or the price at which he could purchase sub-fund units (the bid) on the secondary market, endeavour to take advantage of opportunities to enter into arbitrage transactions that, because of anomalies and discrepancies in the pricing on the secondary market, offer opportunities compared to the relative net asset value. Brokers / dealers who seek to take advantage of these anomalies and discrepancies for arbitrage transactions will take into account the notional price at which they (i) could buy the components (when prices on the secondary market are higher than the net asset value per unit) that could provide the (combined) income of the underlying (and of the assets, if any); or (ii) sell the components (when prices on the secondary market are lower than the net asset value) that provide the (combined) income of the underlying (and of the assets, if any); and in each case including related transaction costs and taxes.

7. Special restrictions in connection with the subscription, possession, redemption and trading of sub-fund units

Investors should be aware that there may be restrictions in connection with the subscription, possession, redemption and trading of sub-fund units. These restrictions may have as a result that investors may not engage in the unrestricted subscription, possession and / or redemption of units. In addition to the parameters described below, there may also be restrictions in the form of specific requirements, such as the minimum investment upon initial subscription, the minimum investment upon initial and subsequent subscription, the minimum investment upon subsequent subscriptions and the required minimum holdings.

a) Minimum units for redemption

Unit holders may be subject to the requirement that redemption applications be made for a minimum number of sub-fund units in order to be submitted. As a result, unit holders who possess fewer than the required minimum number must either sell their units through a stock exchange or purchase additional sub-fund units. In the latter case, the unit holders may have to bear the related transaction costs and / or expenses of a fiscal nature. Investors should review whether and to what extent these provisions apply.

b) Maximum units for redemption

The Management Company has the option of restricting the number of sub-fund units submitted for redemption on a specific date (with the exception of any applicable maturity date) to a certain maximum amount. In connection with this restriction, it can also limit the number of sub-fund units submitted by individuals or groups of persons for redemption on a specific date (regardless of whether such individuals or groups of persons are acting individually or collectively). If the total number of sub-fund units submitted for redemption on the specific date (with the exception of any applicable maturity date) exceeds this maximum number, and if the Management Company has imposed a restriction on redemptions on that date, then the unit holder may not be in a position to submit the number of redemptions desired. Investors should review whether and to what extent these provisions apply.

8. Market and settlement disruptions

Determination of a market disturbance or a settlement disruption event in connection with assets or an underlying may have an effect on the value of the sub-fund and / or on the investment policy, and may delay a maturity date and / or settlement of assets, the underlying and/or the units.

9. Potential conflicts of interest

The interests of the Fund or its sub-funds may collide with the interests of the Directors of the Management Company, the Portfolio Manager, the designated distributors and those charged with carrying out distribution, the paying agent, and all subsidiaries, affiliates, representatives or agents of the aforementioned agencies and persons (“related persons”).

UniCredit Bank AG and / or affiliated companies may act as the Fund’s swap counterparty, securities lending counterparty, distributor, Index Provider, Index Calculation Agent, Portfolio Manager, market maker and / or in additional function. UniCredit Bank AG or the affiliated company in one of the aforementioned capacities, the Management Company, the unit holders, other Portfolio Managers, the Index Provider, the Index Calculation Agent, the swap counterparty, the securities lending

counterparty, the distributor or a market maker may in each case engage in activities that might result in conflicts of interests, e.g. financial and banking transactions with the Management Company on behalf of the fund, or the investment and trading in Units, other securities or assets held within a sub-fund or as index components including the sale to, and purchase from, the Management Company.

Swaps entered into on behalf of the sub-funds are not traded on an exchange. Therefore, the price shall be determined by the swap counterparty. Accordingly, potential conflicts of interest cannot be ruled out. The counterparty may have an obligation to assess the value of such derivative transactions or contracts. Such valuations may serve as the basis for calculation of the value of certain sub-fund's assets. The counterparty may also act as an Index Calculation Agent.

The Management Company is aware that, as a result of the functions performed by UniCredit Bank AG employees in connection with the Fund, conflicts of interest may arise. For such instances, all UniCredit Group employees are required to reasonably endeavour to arrive at an equitable solution to such conflicts of interest (with respect to the obligations and duties involved), as well as to ensure that the interests of the Fund and unit holders are in no way impinged upon.

The Management Company has undertaken reasonable measures to avoid such conflicts of interest. When unavoidable conflicts of interest arise, the Board of Directors of the Management Company will endeavour to resolve them in favour of the Fund.

In particular, it ensures that transactions on OTC markets with counterparties take place under market conditions.

UniCredit Bank AG, Munich, which is closely involved in these business processes, is subject to German banking regulations and must demonstrate that it meets the minimum requirements for risk management ("MaRisk").

Conflicts of interest between the participating functional areas within UniCredit Bank AG can be excluded, because the different areas involved are subject to clear functional separation in accordance with regulatory requirements (MaRisk). Trading is also separate from other areas (including at the level of the Directors of the Management Company) both organisationally as well as through so-called Chinese walls.

10. Liquidity risk

Liquidity risks arise when a certain security is difficult to obtain or to dispose of. For large-volume transactions and / or in illiquid markets (e.g. for numerous individually agreed derivatives), the execution of a transaction or the settlement of a position may only be possible with a single counterparty at a price set by that counterparty.

11. Settlement / delivery risk

Settlement risk is the risk of suffering a loss if a counterparty does not fulfil its contractual obligations to deliver cash, securities or other assets. In the settlement of transactions, there may be delays or distortion of delivery, which could materially damage the unit holdings of a sub-fund in the corresponding units of the Fund or sub-fund or in certain cases even make the unit holdings economically worthless.

12. Valuation / price risk

Valuation risk is that risk originating from the incorrect valuation of assets. The assessment procedures described under chapter E section 1. "Determination of the net asset value" includes the risk of price discrepancies. For unlisted or infrequently traded securities, there is also a risk that arises from the frequency of valuation. It is possible that an outdated price no longer reflects the latest market information ("stale price").

The sub-fund's assets, the Reference Index or the derivative techniques used to link the two may be complex and specialist in nature. Valuations for such assets or derivative techniques will only usually be available from a limited number of market professionals which frequently act as counterparties to the transactions to be valued. Such valuations are often subjective and there may be substantial differences between any available valuations.

13. Model risk

A risk management strategy or a determination of fair value is based on the assumptions of a particular model. It is uncertain whether the underlying model reliably reflects reality – if not, risks would not be detected or would only be incompletely detected, or the fair value calculation would not yield the correct value.

14. Legal and tax risk

The legal and tax treatment of sub-funds may change in unpredictable ways that cannot be influenced. For this reason, investors should be aware that legal provisions and their application or interpretation by the responsible authorities may change. For this reason, it is not possible to make accurate predictions as to the legal and tax treatment at any given time.

A change in the mistakenly determined tax basis of a sub-fund for past financial years may result in a correction with tax disadvantages for the investor in that the investor has to pay the tax burden arising from the correction for past financial years even though he may not have been investing in the investment fund at that time. Similarly, the consequence may also arise for the investor that a correction that has tax advantages for the current and for previous financial years in which he was invested in the investment fund may not benefit him because he redeemed or sold his units before the correction in question was implemented. In addition, a correction of tax information may result in income that is subject to taxation or tax advantages actually being assessed in a different tax assessment period from the appropriate period, and this could have a negative impact on the individual investor.

Investors who are uncertain about their tax situation should consult an independent tax advisor.

The Management Company must comply with the applicable regulatory restrictions. When changes in laws affect the investment regulations, this can lead to a change in investment policy and the investment objective of a sub-fund.

15. Risks from securities lending and repurchase transactions

Securities lending and repurchase transactions, as described under chapter M section 3. and 4. of this sales prospectus, involve, among other things, a counterparty risk (see also note on counterparty risk) in that the contract partner may not meet its payment obligations at all, or only partially or late.

16. Risks from target funds

If the target funds are sub-funds of an umbrella fund, the acquisition of target fund units is associated with an additional risk if the umbrella fund is liable to third parties overall for the liabilities of each sub-fund. When investing in target funds, fees could be charged twice, as described under chapter H section 2.d) of the sales prospectus.

17. Political factors

The performance of a sub-fund and the possibility of its acquisition, sale or redemption may be adversely affected by economic changes and uncertainties, such as political developments, changes in government policy, the imposition of restrictions on capital movements and changes in regulatory requirements.

18. Risks in relation to the index components

a) Special risks related to shares – Reference Index components

Reference Index components relating to shares are associated with special risks, such as the risk that the relevant company may become insolvent, the risk that the share price will fluctuate or risks in connection with dividend payments by the company. The performance of shares depends to a very significant extent on developments on the capital markets, which in turn depend on the general global economic situation and more specific economic and political conditions. Shares in companies with a low to medium market capitalization may be subject to even higher risks (e.g. in relation to volatility or insolvency) than is the case for shares in larger companies. Moreover, shares in companies with a low capitalization may be extremely illiquid as a result of low trading volumes.

Shares in companies which have their statutory seat or significant business operations in countries with limited certainty of law are subject to additional risks such as, for instance, government interventions or nationalization. This may result in a total or partial loss in respect of the value of the share and, thus, in losses for the relevant sub-fund.

If the Reference Index component consists of securities in lieu of shares (e.g. American Depositary Receipts (“ADRs”) or Global Depositary Receipts (“GDRs”), together “Depositary Receipts”), additional risks might occur. ADRs are securities issued in the United States of America that take the form of participation certificates in relation to a portfolio of shares held in the home country of the issuer of the underlying shares outside the United States. GDRs are also securities that take the form of participation certificates in relation to a portfolio of shares held in the home country of the issuer of the underlying shares.

They normally differ from the participation certificates referred to as ADRs in that they are publicly offered and / or issued outside the United States of America on a regular basis. Each Depositary Receipt represents one or more shares or a fraction of a security in a foreign corporation. In the case of both types of Depositary Receipt, the legal owner of the underlying share is the depositary bank, which also acts as the issuing agent of the Depositary Receipts.

b) Special risks related to fixed income – Reference Index components

In the case of an investment in fixed-rate securities, it is possible that the market interest rate level existing at the time of the securities' issuance may change. If market rates increase as compared to the rates at the time of issue, the prices of fixed-rate securities will normally go down. If, however, market rates go down, the prices of fixed-rate securities will normally increase. This price development means that the current yield on the fixed-rate security roughly corresponds to the current market rate. These price fluctuations, however, may differ depending on the maturity of the fixed-rate security. Fixed-rate securities with shorter maturities are associated with lower price risks than fixed-rate securities with longer maturities. On the other hand, fixed-rate securities with shorter maturities are normally associated with lower yields than fixed-rate securities with longer maturities.

Money-market instruments, because of their short maturity of up to 12 months, are normally associated with lower price risks.

Securities with a low credit rating are associated with higher risks than securities with a high credit rating.

c) Special risks related to commodities – Reference Index components

Commodities are normally divided into three categories: minerals (e.g. oil, gas or aluminum), agricultural products (e.g. wheat or maize) and precious metals (e.g. gold or silver). Most commodities are traded on specialized exchanges or in interbank trading in the form of over-the counter (OTC) transactions.

Reference Index components relating to the price of commodities are subject to significant price risks because the prices of commodities are subject to significant fluctuations. The prices of commodities are influenced by a number of factors, including, inter alia, the following factors:

Cartels and regulatory changes: A number of producers or producing countries of commodities have formed organizations or cartels to regulate supply and therefore influence prices. However, the trading in commodities is also subject to regulations imposed by supervisory authorities or market rules whose application

Cyclical supply and demand behaviour: Agricultural commodities are produced at a particular time of the year but are in demand throughout the year. In contrast energy is produced without interruption, even though it is mainly required during cold or very hot times of the year. This cyclical supply and demand pattern may lead to strong price fluctuations.

Direct investment costs: Direct investments in commodities are associated with costs for storage, insurance and taxes. In addition, no interest or dividends are paid on commodities. The overall yield of an investment is influenced by these factors.

Inflation and deflation: The general development of prices may have a strong effect on the price development of commodities.

Liquidity: Many markets of commodities are not very liquid and may therefore not be able to react rapidly and sufficiently to changes in supply and demand. In case of low liquidity, speculative investments by individual market participants may lead to price distortions.

Political risks: Commodities are frequently produced in emerging markets and subject to demand from industrialized countries. The political and economic situation of emerging markets, however, is often a lot less stable than that of industrialized countries. They are exposed to a greater risk of rapid political changes and adverse economic developments. Political crises can damage investors' confidence, which can in turn influence commodity prices. Wars or conflicts may change the supply and demand in relation to certain commodities. It is also possible that industrialized countries impose embargoes regarding the export and import of goods and services. This may have a direct or indirect effect on the price of the commodities that serve as the securities' underlying.

Weather and natural disasters: Unfavorable weather conditions and natural disasters may have a long-term negative effect on the supply of specific commodities. A crisis of supply of this sort may lead to strong and incalculable price fluctuations.

Futures curve risk: The performance of a Reference Index that tracks the performance of various commodities futures contracts will be influenced to a significant extent by the shape of, and changes in, the futures curves of the individual commodities contained in the Reference Index. The shape of the futures curve is influenced to a significant extent by supply and demand.

Since futures contracts have a specific expiry date in each case, the Index Provider will at a specific date substitute the futures contract for another futures contract, which – apart from a later expiry date – will be subject to the same contractual specifications as the original futures contract (“roll-over”). The roll-over – i.e. the substitution of a futures contract for another futures contract – normally does not affect the Reference Index level. This is because, in the context of each roll-over, the Index Provider will adapt the number of futures contracts held in the relevant commodity so that the value of the Reference Index following the roll-over will be the same as before. This applies regardless of whether the futures contracts are in contango or backwardation. Solely the performance of the futures contract after the roll-over is authoritative with regard to the further performance of the Reference Index. However, in a contango situation, investors will participate in the further performance of the replacement futures contract with a smaller number of contracts. In contrast thereto, in a backwardation situation, investors will participate in the further performance of the replacement futures contract with a higher number of contracts. This applies to both rising and falling prices.

However, it cannot be ruled out that the roll-over may result in costs that might have a negative effect on the performance of the Reference Index.

In addition, the value of the Reference Index might also be adversely affected by other Reference Index adjustments (weighting adjustment, exchange of components, etc.). For instance, its value may decline if the expiring futures contract must be taken into account in the calculation at the bid price, but the replacement futures contract at the offer price.

d) Special risks related to convertible bond – Reference Index components

A convertible bond may typically be converted at a stated price within a specified period into a specified number of shares of common stock of the same or a different issuer. Convertible securities are senior to common stock in an issuer’s capital structure, but are usually subordinated to senior debt obligations of the issuer. Depending on the form of the instrument, a convertible bond entitles the holder either to receive interest that is generally paid or accrued on a convertible bond or to receive a dividend that is paid or accrued on preferred stock until the convertible security matures or is redeemed, converted or exchanged. Consequently, convertible securities are generally subject to the risks associated with both equity and debt securities.

The market value of a convertible security is derived from its “investment value” (determined by its yield in comparison with the yields of other securities of comparable maturity and quality that do not have a conversion privilege) and its “conversion value” (the security’s market value, if converted into the underlying common stock). The investment value of a convertible security is influenced by changes in interest rates, the credit standing of the issuer and other factors. The conversion value of a convertible bond is based on the market price of the underlying common stock.

Convertible securities generally provide yields higher than the underlying stocks but generally lower than comparable non-convertible securities. Because of this higher yield, convertible securities generally sell at a price above their “conversion value,” which is the current market value of the stock to be received upon conversion. The difference between this conversion value and the price of convertible securities will vary over time depending on changes in the value of the underlying common stocks and interest rates.

A convertible bond may be subject to redemption at the option of the issuer, at a price established in the bond’s governing instrument. If a convertible bond held by a sub-fund is called for redemption, the sub-fund will be required to permit the issuer to redeem the security, convert it into the underlying common stock, or sell it to a third party. Any of these actions could have an adverse effect on a sub-fund’s ability to achieve its investment objective.

Convertible securities generally tend to be of lower credit quality, have a higher risk of default and lower recovery rates, and tend to be less liquid than traditional non-convertible securities. Lower-rated debt securities (those of less than investment grade quality) involve greater risk of default during economic recessions or periods of high interest rates and tend to be particularly sensitive to changes in the financial condition of an issuer or counterparty, changes in specific economic or

political conditions that affect a particular type of security or issuer, and changes in general economic conditions. In addition, the value of lower-quality debt securities of smaller, less well-known issuers can be more volatile than that of larger issuers. Lower-quality debt securities can be infrequently traded or have restrictions on resale, making them difficult to sell. The default rate for lower-quality debt securities is likely to be higher during economic recessions or periods of high interest rates.

19. Other risk factors

Licence Agreement regarding the use of a Reference Index:

In order to be able to reproduce the Reference Index, the respective Index Provider granted a license for the use of the respective Reference Index and for the use of certain trademarks and copyrights. Said license agreement may be terminated by the respective Provider, so that the licensee sub-fund may not attain its objective and the previous investment objective may not be achieved as a result of a substitution of the Reference Index or dissolution of the sub-fund. It is possible that the Reference Index will no longer be composed or published by the relevant Index Provider and that there may be no comparable substitute for the Reference Index. This may result in a termination of the relevant sub-fund, which may have adverse consequences for the investor.

Legal qualification of a Reference Index:

The Management Company has qualified the Reference Indices as financial indices in accordance with the ESMA Guidelines on the basis of an internal review process. Revisions of this qualification in certain cases, as a result of regulatory practice, cannot be ruled out.

The risks associated with trading on a stock exchange:

It is planned to have the relevant units in the sub-funds admitted to trading on one or several stock exchanges. When the units are traded on the stock exchange, the unit's trading price not only depends on the performance of the investments contained in the sub-fund's assets. Rather, the price of the units is also influenced by the supply and demand situation on the stock exchange. This means that the trading price of the units may undergo a negative or positive development merely as a result of market conditions, psychological or even irrational sentiments, opinions and rumors circulating on the stock exchange. The market maker's obligation to maintain liquidity is limited to certain quantities (minimum quotation volumes) at maximum price ranges. The minimum inclusion period in relation to bid and offer prices normally does not span the entire effective trading times on the relevant exchange. This may result in brief temporary disruptions regarding price quotations. This can lead to orders being executed that do not correspond to the relevant exchange's stipulated quality criteria.

Fluctuation of NAV Per Unit and trading prices on the secondary market

The NAV Per Unit will fluctuate with changes in the market value of the securities the relevant sub-fund holds and changes in the exchange rate between the Reference Currency and, if different and if applicable, the listing currency of an unit and any relevant foreign currency of such securities. The market price of the units will fluctuate in accordance with the changes in NAV Per Unit and the supply and demand on the stock exchange on which the units are listed.

The Company and Management Company cannot predict whether the units will trade below, at or above their NAV Per Unit. Price differences may be due, in large part, to the fact that supply and demand forces in the secondary market for a sub-fund's units will be closely related, but not identical to the same forces influencing the prices of the securities held by that sub-fund trading, individually or in the aggregate, at any point in time.

A broker / dealer in considering the price at which it would be able to sell the units of a sub-fund on the secondary market (known as the offer price), or to buy such units (known as the bid price) may seek arbitrage opportunities through differences in the pricing of the units on the secondary market compared to the relative price of units in which he can subscribe or redeem units. The broker / dealer seeking to arbitrage such differences will take account of the notional price at which it could purchase (when units in the secondary market are being priced above the NAV Per Unit) the securities he has to deliver when subscribing for units; or sell (when units in the secondary market are being priced below the NAV per Unit) the securities he will be delivered when redeeming units, including in each case the associated transaction costs and any taxation. Where the cost of purchasing those securities is less than the price at which the broker / dealer could sell the units in the secondary market, then a broker / dealer who is an Authorized Participant may arbitrage a sub-fund by subscribing for units with a view

to selling those units it receives to purchasers in the secondary market at a profit. Conversely, where the proceeds of selling the securities are more than the price at which the broker / dealer could purchase the Units in the secondary market, then a broker / dealer who is an Authorized Participant may arbitrage a sub-fund by redeeming units with a view to selling the securities it receives at a profit. The Management Company believes such arbitraging opportunities will ensure that the spread in the secondary market between the trading bid and offer price per unit is generally minimized.

Given that a sub-fund's units will be subscribed for in and redeemed in units, the Management Company also believes that ordinarily large discounts or premiums to the NAV Per Unit should not be sustained. In the event that the Management Company must suspend or discourage the subscription and / or redemption of units of a sub-fund, it is expected that larger discounts or premiums will arise.

THERE IS NO GUARANTEE THAT THE INVESTMENT OBJECTIVE OF A SUB-FUND CAN BE REALISED. THE SUCCESS OF AN INVESTMENT IN THE SUB-FUNDS MAY DIFFER FROM THAT OF A DIRECT INVESTMENT IN THE SECURITIES UNDERLYING THE RELEVANT INDEX OR STRUCTURED PRODUCT.

G) DISTRIBUTION OF INCOME

The Management Company determines for the Fund or for each unit class whether distributions will be made to the investors from the assets of the Fund or whether income will be reinvested. This is mentioned in chapter N) "The sub-funds".

Ordinary income such as from interest or dividends any less any direct expenses (if any) less the costs ("Ordinary Net Income") and net realized results are available for distribution. In addition, net unrealized results as well as other assets may be distributed provided that the net fund assets do not as a result of the distribution fall below the minimum level of EUR 1.25 mn laid down under the Law of 17 December 2010.

The Management Company is also authorized to make interim distributions.

In the event of a distribution in the form of bonus units, any remaining fractional units may be paid in cash or credited. Amounts for distribution which have not been collected five years following publication of the relevant distribution announcement shall be forfeited in favor of the fund assets.

However, the Management Company may decide at its own discretion to honor such amounts to the debit of the Fund also following the expiry of five years.

Where two or more unit classes are formed with different distribution policies, the specific distribution policy of each unit class is laid down in in chapter N) "The sub-funds".

H) TAXES AND EXPENSES

1. Tax

The following section is a short summary of certain important taxation principles that may be or become relevant with respect to the Fund and its sub-funds.

This section does not purport to be a complete summary of tax law and practice currently applicable in Luxembourg and does not contain any statement with respect to the tax treatment of an investment in the Fund or any of its sub-funds in any other jurisdiction.

Furthermore, this section does not address the taxation of the Fund or any of its sub-funds in any other jurisdiction or the taxation of any legal entity, partnership or UCI without legal personality in which the Fund or any of its sub-funds hold an interest.

Prospective investors should consult their own professional tax advisers in respect of the possible tax consequences of subscribing for, buying, holding, redeeming, converting or selling the units of the Fund or of its sub-funds under the laws of their countries of citizenship, residence, domicile or incorporation and where appropriate take advice on the impact of the EU Savings Directive on their investment.

The following summary is based on laws, regulations and practice currently applicable in the Grand Duchy of Luxembourg at the date of this sales prospectus and is subject to changes therein, possibly with retroactive effect.

Taxation of the Fund

The Fund is not liable to any Luxembourg taxes on income or on realised or unrealised capital gains, nor to any Luxembourg withholding tax.

The funds are subject to an annual subscription tax of 0.05% calculated and payable quarterly on the net assets of the Fund on the last day of each fiscal quarter.

The reduced tax rate of 0.01% per annum of the net assets will be applicable to classes of units which are only sold or held by institutional investors within the meaning of article 174 of the Law of 2010.

An exemption may apply when, according to Article 175 of the Luxembourg Law dated 17 December 2010, (i) the units of the funds (as well as its individual sub-funds) are listed or dealt in on at least one stock exchange or another Regulated Market, operating regularly and recognized and open to the public; and (ii) provided that its exclusive object is to replicate the performance of one or more indices. If several classes of securities exist within the Fund or its sub-fund, the exemption only applies to classes fulfilling the condition of sub-point (i).

No such tax is applicable in respect of assets invested in Luxembourg undertakings for collective investments which are themselves subject to this tax.

Capital gains, dividends and interest on securities held by the Funds may be subject to capital gains, withholding or other taxes imposed by the country of origin concerned and these taxes may not be recoverable by the Fund or by Unitholders.

Taxation of individual Unitholders

(i) Non-resident individual Unitholders

Under current legislation, non Luxembourg tax resident individuals are not subject to any income, capital gain, withholding, gift, estate, inheritance or other tax in Luxembourg with respect to their Shares in the Fund.

(ii) Luxembourg resident individual Unitholders

Taxation of income received

Although Luxembourg FCPs should be deemed transparent from a tax perspective, for practical reasons the Luxembourg practice is to tax the income derived by Luxembourg tax resident individual Unitholders only once the income is effectively paid to the investor. Luxembourg tax resident individual Unitholders may benefit however from an annual tax exemption which applies to taxable payments up to EUR 1,500 (EUR 3,000 for married taxpayers / partners filing jointly). Distributions in excess of the annual exemption are taxed at progressive income tax rates. The highest marginal tax rate is 43.60% for 2016. In addition, a 1.4% dependency contribution and a 0.5% temporary budget tax as from 1 January 2015 are applied on the gross distribution, if such Unitholders are subject to Luxembourg Social Security regime.

Taxation of capital gains realised

Capital gains realised by Luxembourg tax resident individual Unitholders are tax exempt if the disposal of the units takes place more than six months after the acquisition thereof (or the disposal takes place within the six months but the total capital gains do not exceed EUR 500).

Capital gains realised by Luxembourg tax resident individual Unitholders are taxable if the units in the Fund are disposed of within six months of their acquisition.

When taxable, capital gains realised will be subject to income tax up to 43.60% (in 2016).

The marginal income tax rate in Luxembourg is 43.60% for 2016. In addition, a 1.4% dependency contribution and a 0.5% temporary budget tax as from 1 January 2015 are applied on the taxable capital gain, if such Unitholders are subject to Luxembourg Social Security regime.

(iii) EU Savings Directive

On 10 November 2015, the EU Council has decided to repeal the EU Savings Directive (“EUSD”) with effect as at 1 January 2016. As from that date, Common Reporting Standard (“CRS”) will apply in most of EU countries, including Luxembourg and third countries. This new global standard developed by the OECD for the automatic exchange of information will go beyond the limited scope of the EUSD and will extend the scope of that exchange to include interest, dividends and other types of income. Therefore, as from 1 January 2016, Luxembourg will no longer apply the EUSD regime but the CRS regime. Only Austria obtained a derogation to apply EUSD for a transitional period (see Article 2.2 of the Council Directive 2014/107/EU of 9 December 2014).

As Switzerland will be part of the second CRS wave, the “Savings Agreement” concluded between EU and Switzerland (similar agreements exist also for Andorra, Liechtenstein, Monaco and San Marino) will remain in force until 31 December 2016. Until this date, Switzerland will continue to apply a withholding tax on cross border payments of interest to non-resident investors by local paying agents (unless a voluntary disclosure has been granted by the investors) in the context of this agreement. As from 01 January 2017, it will be changed into an “Automatic Exchange of Information Agreement”. The first Swiss report of account holder will take place as from September 2018 (Switzerland is part of the second CRS wave).

Austria has an additional time period of nine months compared to the other early adopting countries to implement CRS. In that respect, CRS will start to be applied gradually in October 2016 with the mandatory reporting of newly opened bank accounts and deposits. The first data exchange by Austria in the context of CRS will be done in September 2017 for new bank accounts opened for the period from 1 October 2016 to 31 December 2016. The high value (> EUR 1 million) accounts and deposits have to be identified by 31 December 2017. Subsequently, at the end of 2018, all accounts (high value, low value) are to be subject to the CRS procedures. During this transitional period, Austrian paying agents would continue to apply EUSD on cross-border interest payments until 31 December 2016.

Taxation of corporate Unitholders

(i) Non-resident corporate Unitholders

Under current legislation, non Luxembourg tax resident corporate Unitholders are not subject to any income, capital gain, withholding, estate, inheritance or other taxes in Luxembourg with respect to their units in the fund.

(ii) Luxembourg resident corporate Unitholders and non-resident corporate Unitholders holding the Units through a Luxembourg permanent establishment

Dividend distributions and capital gains received by Luxembourg tax resident corporate Unitholders are taxable at an aggregate tax rate of 26.01% when the Unitholders are established in Luxembourg City.

Luxembourg resident corporate Unitholders and non-resident corporate Unitholders which have a permanent establishment or a permanent representative in Luxembourg, to which the Units are attributable, should also be liable to net wealth tax in Luxembourg computed each year on the net value of the company as at 1st January. Since 01 January 2016, a digressive scale of rates for net wealth tax is applicable, as follows:

- 0.5% on a taxable base of up to EUR 500 million.
- On a taxable base exceeding EUR 500 million: net wealth tax of EUR2.5 million, plus 0.05% on the component of the net wealth tax base above 500 million.

Moreover, since 01 January 2018, all Luxembourg resident corporate Unitholders and non-resident corporate entities which have a permanent establishment or a permanent representative in Luxembourg would be subject to a minimum net wealth tax. This minimum net wealth tax charge would range from EUR 535 to EUR 32,100, depending on a company's total gross assets. For entities for which the sum of fixed financial assets, transferable securities and cash at bank exceeds 90% of their total gross asset and EUR 350,000, the minimum net wealth tax charge would be set at EUR 4,815.

The tax consequences for each Unitholder of purchasing, subscribing, acquiring, holding, converting, selling, redeeming or disposing of Units in the Fund will depend upon the relevant laws of any jurisdiction to which the Unitholders is subject. Investors and prospective investors should seek their own professional advice as to this, as well as to any relevant exchange control or other laws and regulations. Taxation law and practice and the levels of tax relating to the Fund and to Unitholders may change from time to time.

2. Fees and expenses paid by the Fund

Each sub-fund pays an all-in-fee („All-in-Fee“) which may differ for each unit class as set out in chapter N „The sub-funds“. The All-in-Fee is calculated on the daily average NAV of the sub-fund attributable to the relevant unit class and is payable monthly in arrears. The All-in Fee will not be charged until the corresponding unit classes have been launched.

The All-in Fee is composed of a fixed fee (“Fixed Fee“) and, in case of Indirect Investment Policy, an index replication fee (“Index Replication Fee“). In case of Direct Investment Policy no Index Replication Fee will be charged.

After discharging any fees and expenses the remaining amount of the fixed fee is split between the Management Company and the Main Distributor. In the event a sub-fund's costs and expenses which are intended to be covered within the Fixed Fees exceed the stated Fixed Fees the Main Distributor will pay the difference to the Management Company.

The Fixed Fee, directly paid to the Management Company, includes fees and expenses for the Management Company, other service providers, as Investment Advisor, the Depository, the Fund Administrator and the Paying Agent.

Additionally, the Fixed Fee covers certain other administrative expenses, which include but are not limited to, the costs and expenses relating to the establishment of the Fund; organization and registration costs; license fees payable to license holders of an Reference Index; Taxe d'Abonnement (if any); expenses for legal and auditing services; cost of any proposed listings; maintaining such listings; printing of financial statements; sales prospectuses; preparation, maintenance, translation and updating of investors fact-sheets for the sub-funds; maintenance of the website in respect of the Fund and the sub-funds which provides investors with information on the Fund and the sub-funds, including but not limited to, provision of NAV, foreign registration fees and fees relating to the maintenance of such registrations including translation costs and local legal costs and other expenses due to supervisory authorities in various jurisdictions and local representatives' remunerations in foreign jurisdictions; insurance (if any); the costs of publication of the NAV and such other information which is required to be published in the different jurisdictions; and all costs relating to the distribution of the sub-funds in the different jurisdictions.

The Management Company is responsible for discharging all operational expenses, including but not limited to fees and expenses of the services providers as set out above from the amounts received as Fixed Fee.

The Fixed Fee does not include the following fees, expenses and costs:

- any taxes or fiscal charges which the Fund may be required to pay, except the Taxe d'Abonnement (if any), or if it should be payable, any value added tax or similar sales or services tax payable by the Company (VAT) (all such taxes or fiscal charges), unless otherwise specified for the respective sub-fund; nor
- any costs and expenses incurred outside of the Fund's ordinary course of business such as extraordinary expenses (e.g. legal fees incurred in prosecuting or defending, a claim or allegation, by or against, the respective sub-fund).

The Index Replication Fee covers any trading related costs such as swap costs, index tracking costs, funding costs, reinvestment- and rebalancing costs as well as further index related transaction costs.

In case of Direct Investment Policy no Index Replication Fee applies, but all transaction costs will be borne by the relevant sub-fund.

I) INFORMATION TO UNIT HOLDERS

1. Regular reports and publications

Reports to the unit holders in respect of the preceding financial year audited in accordance with Luxembourg's applicable accounting principles are made available at the latest four months after the end of the financial year of the Fund at the registered office of the Fund, the Management Company, and the Fund administrator. In addition, unaudited semi-annual consolidated reports are also made available at such registered office within two months after 30 June. The Management Company may make available to unit holders and potential investors an abridged version of the financial reports referred to above, which will not contain the detailed list of securities held by each of the sub-funds. Such abridged annual reports and abridged unaudited semi-annual reports will contain the offer to provide to those persons upon request and free of charge a copy of the complete version of such documents.

2. Documents available for inspection

Copies of the following documents may be inspected free of charge during usual business hours on any Business Day at the registered office of the Management Company: 8-10, Rue Jean Monnet, L-2180, Luxembourg, where copies of the sales prospectus, the Management Regulations and of the financial reports are also available free of charge.

In addition, the following documents will be available for inspection at the registered offices of the Management Company during normal business hours:

- a. the Articles of Association of the Management Company;
- b. the Central Administration Agreement ("Administration Agreement" with the "Registrar and Transfer Agency Schedule");
- c. the Depositary and Paying Agent Agreement ("Depositary Agreement" with the "Paying Agent Schedule").

3. Complaints

Any unit holder has the right to complain to the Management Company free of charge. Complaints can be sent to the Management Company either by mail, by telephone or by e-mail. Further information on the complaints procedure of the Management Company can be found free of charge at www.structuredinvest.lu or directly from the Management Company.

J) LIQUIDATION OF THE FUND AND ITS SUB-FUNDS OR UNIT CLASSES, MERGING OF SUB-FUNDS AND UNIT CLASSES

1. Liquidation of the Fund, of sub-funds or unit classes

The Fund has been established for an unlimited period of time. However, the Fund may be dissolved and liquidated at any time by a resolution of the Management Company in due observance of the requirements contained in the Fund's management regulations.

In the event of dissolution, in accordance with Luxembourg law the assets of the Fund or sub-fund will be realized in the best interests of the unit holders. The Depositary Bank, upon instruction given by the Management Company, will distribute the net proceeds of liquidation among the unit holders of each class of units in proportion to their respective rights. As provided for by Luxembourg law, at the close of liquidation, the proceeds of liquidation corresponding to units not surrendered for repayment will be kept in safe custody at the "Caisse de Consignations" until the statute of limitation has lapsed. As soon as the circumstance leading to the state of liquidation of the Fund arises, the issue of units is prohibited on penalty of nullity. The Management Company may decide that the repurchase of units stays possible, provided that in such event, the equal treatment of unit holders must be assured.

In the event that for any reason the value of the net assets in any sub-fund has decreased below a minimum level for such sub-fund or class to be operated in an economically efficient manner, as provided for under “Compulsory Redemption”, or if a change in the economic or political situation relating to the sub-fund concerned would have material adverse consequences on the assets held by that sub-fund, the Management Company may decide to compulsorily redeem all the units of the sub-fund or the relevant class issued in such sub-fund at the NAV Per Unit (taking into account actual realization prices of investments and realization expenses), calculated at the Valuation Day at which such decision will take effect. The Management Company will publish, in a Luxembourg daily newspaper and, if necessary, in the official publications specified in the respective countries in which units are sold, a notice to the unit holders of the relevant sub-fund or class of units thereof in writing prior to the effective date for the compulsory redemption. The notice will indicate the reasons for, and the procedure of the redemption operations.

In addition, the Management Company of the class of units issued in any sub-fund may resolve to redeem all the units of the relevant class and refund to the unit holders the net asset value of their units (taking into account actual realization prices of investments and realization expenses) calculated at the Valuation Day at which such decision will take effect. The unit holders of the relevant sub-fund or class of units thereof will be notified of the decision of the Management Company to redeem all the units by the publication in a Luxembourg daily newspaper as well as, if necessary, in the official publications specified for the respective countries in which the units are sold.

Assets which may not be distributed to their beneficiaries upon the implementation of the redemption shall be paid to the public trust office (Caisse de Consignation) to be held for the benefit of the persons entitled thereto. All redeemed units will be cancelled.

2. Merger of sub-funds or classes of units

In the same circumstances as mentioned in the third paragraph of section 1. above the Management Company may decide to cancel all the units of a sub-fund or a class of units of a sub-fund and to allocate the corresponding unit holders the units of another sub-fund or another class of units of that sub-fund, or units or units in another UCITS in accordance with Luxembourg law.

The unit holders will be informed of the decision to merge in the same way as described above in the penultimate paragraph of section 1. above. During the month following the publication of such a decision, unit holders are authorized to redeem all or a part of their units in cash free of the Redemption Fee, but in accordance with the procedures outlined in chapter D, section 1. c) “Cash redemptions by unit holders not qualifying as Authorized Participants”. Units not presented for redemption will be exchanged on the basis of the daily NAV Per Unit of the units of the sub-fund concerned calculated for the day on which this decision will take effect.

K) APPLICABLE LAW, PLACE OF PERFORMANCE AND AUTHORITATIVE LANGUAGE

The Management Regulations and special regulations of the Fund and the sub-funds are subject to Luxembourg law. All disputes between investors, the Management Company and the Depositary Bank are subject to the jurisdiction of the competent district court of the City of Luxembourg.

The Management Company and the Depositary Bank shall be entitled to submit themselves and the fund to the jurisdiction and law of any country in which units of the fund are offered for public sale concerning claims of investors who are resident in the country in question and in respect of matters which relate to subscription and redemption of units.

Only the English version of this sales prospectus, the Management Regulations and the special regulations is binding; in case of any discrepancies with a translation, the English version is binding.

With regard to units sold to investors in a particular country, the Management Company and the Depositary Bank may declare as binding upon themselves and the fund translations into languages of such countries in which such units are offered for public sale.

L) INVESTMENT RESTRICTIONS

In accordance with Luxembourg Law and with the determination made by the Management Company, the following investment restrictions apply to all investments by the Fund and any of its sub-funds:

1. The Fund, in each sub-fund, may only invest in:
 - a. transferable securities and money market instruments admitted to or dealt in on a Regulated Market as defined in article 1, point 13 of the Directive 93 / 22 / EEC;

transferable securities and money market instruments dealt in on another Regulated Market in a Member State of the European Union which operates regularly and is recognized and open to the public;

transferable securities and money market instruments admitted to official listing on a stock exchange in a non-Member State of the European Union or dealt in on another Regulated Market in a non-Member State of the European Union which operates regularly and is recognized and open to the public, located within any other country of Europe, Asia, Australia (including Oceania), the American continents and / or Africa;

recently issued transferable securities and money market instruments, provided that

- the terms of issue include an undertaking that application will be made for admission to official listing on a stock exchange or to another Regulated Market referred to under a) to c) above;
- such admission is secured within one year of issue;

shares and units of UCITS authorized according to Directive 2009 / 65 / EC and / or other UCI within the meaning of the first and second indent of Article 1(2) of Directive 2009 / 65 / EC, should they be situated in a Member State of the European Union or not, provided that

- such other UCI are authorized under laws which provide that they are subject to supervision considered by the CSSF to be equivalent to that laid down in Community law, and that cooperation between authorities is sufficiently ensured;
- the level of guaranteed protection for unit holders in such other UCI is equivalent to that provided for unit holders in a UCITS, and in particular that the rules on asset segregation, borrowing, lending, and uncovered sales of transferable securities and money market instruments are equivalent to the requirements of Directive 2009 / 65 / EC;
- the business of the other UCI is reported in half-yearly and annual reports to enable an assessment to be made of the assets and liabilities, income and operations over the reporting period;
- no more than 10% of the UCITS or the other UCI assets, whose acquisition is contemplated, can be, according to its instruments of incorporation, invested in aggregate in units of other UCITS or other UCIs;

The sub-funds may not invest in units of other UCITS or other UCIs for more than 10% of their assets, unless otherwise provided in respect of particular sub-funds in the relevant fact sheets;

deposits with credit institutions which are repayable on demand or have the right to be withdrawn, and maturing in no more than 12 months, provided that the credit institution has its registered office in a state included in the Zone A, as defined by paragraph 24 of Part I of the CSSF Circular letter 2000 / 10, as amended;

financial derivative instruments, including equivalent cash-settled instruments, dealt in on a Regulated Market (exchange traded derivatives ETD) referred to in sub-paragraphs a), b) and c); and / or financial derivative instruments dealt in over-the-counter ("OTC derivatives"), provided that

- the underlying consists of instruments covered by this paragraph (1), financial indices, interest rates, foreign exchange rates or currencies, in which the Fund may invest according to the investment objectives of its sub-funds as stated in the Fund's management regulation,
- the counter-parties to OTC derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the CSSF, and
- the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair market value at the Fund's initiative;

money market instruments other than those dealt in on a Regulated Market and referred to in Article 1 of the Law of 2010, if the issuer or issuer of such instruments is itself regulated for the purpose of protecting investors and savings, and provided that they are

- issued or guaranteed by a central, regional or local authority, a central bank of a Member State, the European Central Bank, the European Union or the European Investment Bank, a non-Member State or, in the case of a Federal State, by one of the members making up the federation, or by a public international body to which one or more Member States belong, or
 - issued by an undertaking any securities of which are dealt in on Regulated Markets referred to in sub-paragraphs a), b) or c), or
 - issued or guaranteed by an establishment subject to prudential supervision, in accordance with criteria defined by Community law or by an establishment which is subject to and comply with prudential rules considered by the CSSF to be at least as stringent as those laid down by Community law, or
 - issued by other bodies belonging to the categories approved by the CSSF provided that investments in such instruments are subject to investor protection equivalent to that laid down in the first, the second or the third indent and provided that the issuer is a fund whose capital and reserves amount at least to ten million euros (EUR 10,000,000.–) and which presents and publishes its annual accounts in accordance with Fourth Directive 78 / 660 / EEC, is an entity which, within a group of companies which includes one or several listed companies, is dedicated to the financing of the group or is an entity which is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.
2. Each sub-fund:
- a. may invest up to 10% of the net assets of a sub-fund in transferable securities and money market instruments other than those referred to in section 1. above;
- may acquire movable and immovable property, which is essential for the direct pursuit of the sub-fund's business;
- may not acquire either precious metals or certificates representing them; and
- may hold ancillary liquid assets. In this respect, money market instruments which are regularly negotiated and which have a residual maturity of 12 months or less will be deemed to be liquid assets.
3. In accordance with the principle of risk diversification, each sub-fund will invest no more than 10% of its net assets in transferable securities or money market instruments issued by the same issuing body. Each sub-fund may not invest more than 20% of its assets in deposits made with the same body.
4. The risk exposure to a counterparty of each sub-fund arising from OTC derivative and / or efficient portfolio management transactions may not exceed 10% of its assets when the counterparty is a credit institution referred to in section 1.f), or 5% of its assets in any other case.
5. Moreover, the total value of the transferable securities and money market instruments held by a sub-fund in the issuing bodies in each of which it invests more than 5% of its assets must not exceed 40% of the value of its assets. This limitation does not apply to deposits and OTC derivative transactions made with financial institutions subject to prudential supervision.
6. Notwithstanding the limits laid down in sections 3 and 4 above, a sub-fund may not combine
- investments in transferable securities or money market instruments issued by,
 - deposits made with and / or,
 - exposures arising from OTC derivatives and / or efficient portfolio management transactions undertaken with a single body in excess of 20% of its assets.
7. The following exceptions can be made:
- a. The aforementioned limit of 10% can be raised to a maximum of 25% for certain debt securities if they are issued by credit institution whose registered office is situated in an EU Member State and which is subject, by virtue of law, to particular public supervision for the purpose of protecting the holders of such debt securities. In particular, the amounts resulting from the issue of such debt securities must be invested, pursuant to the law in assets which sufficiently cover, during the whole period of validity of such debt securities, the liabilities arising there from and which are assigned to the preferential repayment of capital and accrued interest in the case of default by the issuer. If a sub-fund invests more than 5% of its net assets in such debt securities as referred to above and issued by the same issuer, the total value of such investments may not exceed 80% of the value of the sub-fund's net assets.

- b. The aforementioned limit of 10% can be raised to a maximum of 35% for transferable securities or money market instruments issued or guaranteed by an EU Member State, by its local authorities, by a non-EU Member State or by public international bodies of which one or more EU Member States are members.
 - c. The transferable securities referred to in exceptions (a) and (b) are not included in the calculation of the limit of 40% laid down in section 5. above.
 - d. The limits stated under sections 3 to 6 and 7 (a) and (b) above may not be combined and, accordingly, investments in transferable securities or money market instruments issued by the same body or in deposits or derivatives instruments made with this body in accordance with sections 3 to 6 and 7 (a) and (b) above may not, in any event, exceed a total of 35% of the sub-fund's net assets.
 - e. Companies which are included in the same group for the purposes of consolidated accounts, as defined in accordance with Directive 83 / 349 / EEC or in accordance with recognised international accounting rules are regarded as a single body for the purpose of calculating the limits contained in sections 3. to 7.
 - f. Each sub-fund may invest in aggregate up to 20% of its assets in transferable securities and money market instruments with the same group.
- 8. Each sub-fund is authorized to invest in accordance with the principle of risk spreading up to 100% of its assets in different transferable securities and money market instruments issued or guaranteed by a Member State of the European Union, its local authorities, a non-Member State of the European Union or public international bodies of which one or more Member States of the European Union are members, provided that in such event a sub-fund must hold securities from at least six different issues, but securities from any one issue may not account for more than 30% of the total amount.**
- 9. Each sub-fund has 6 months from its date of authorization to achieve compliance with sections 3. to 8. and 10.**
- 10. Each sub-fund may acquire units of UCITS and / or other UCIs referred to in 1e). However, when a sub-fund invests in units of UCITS or other UCIs for more than 10% of its assets according to section 1.e), no more than 20% of its assets can be invested in a single UCITS or other UCI. For the purposes of applying this investment limit, each sub-fund of a UCITS and / or other UCI with multiple sub-funds, within the meaning of Article 181 of the UCI Law, shall be considered as a separate entity, provided that the principle of segregation of commitments of the different sub-funds is ensured in relation to third parties. When a sub-fund invests in units of UCITS or other UCIs for more than 10% of its assets according to section 1.e), investments made in units of UCIs other than UCITS may not exceed, in aggregate, 30% of the assets of the relevant sub-fund. When a sub-fund has acquired units of UCITS and / or other UCIs, the assets of the respective UCITS or other UCIs do not have to be combined in the view of the limits laid down in sections 3. to 7.**

When a sub-fund invests in the units of other UCITS and/or other UCIs managed directly or indirectly by another fund related to the Management Company by common management or control, or by a direct or indirect holding of more than 10% of the capital or the voting shares (hereafter referred to as target UCIs or UCITS), that other fund may not charge any subscription or redemption fees on account of the sub-fund's investment in the units of the target UCIs or UCITS.

- 11. A sub-fund will not acquire any shares carrying voting rights which would enable it to exercise significant influence over the management of an issuing body.**
- 12. A sub-fund may not acquire more than:**
 - 10% of non-voting shares of the same issuer,
 - 10% of the debt securities issued by the same issuer,
 - 25% of the units of the same UCITS and / or other UCIs or
 - 10% of the money market instruments of the same issuer.

The limits laid down in the second, third and fourth indents may be disregarded at the time of acquisition if at that time the gross amount of debt securities or money market instruments, or the net amount of the securities in issue, cannot be calculated.

13. The limits under sections 11. and 12. are waived as to:

a. transferable securities and money market instruments issued or guaranteed by an EU Member State or its local authorities;
transferable securities and money market instruments issued or guaranteed by a non EU Member State;
transferable securities and money market instruments issued by public international bodies of which one or more EU Member States are members;

shares held in the capital of a company incorporated in a non EU Member State and investing its assets mainly in securities of issuers having their registered office in that State, if under the legislation of that State such a holding represents the only way in which a sub-fund can invest in the securities of the issuers of that State. This derogation only applies if the company has an investment policy complying with sections 3. to 7. as well as sections 10. to 12. above. If the limits stated in sections 3. to 7. and 10. above are exceeded, the provisions laid down in 9. and 17. shall apply mutatis mutandis;

shares held by the sub-funds in the capital of one or more subsidiary companies carrying on only the business of management, advice or marketing in the country / state where the subsidiary is located, in regard to the repurchase of units at shareholders' request exclusively on its or their behalf.

14. The Management Company may, for one or more of its sub-funds have as its investment policy the aim to replicate the composition of a certain stock or debt securities index which is recognized by the CSSF, on the following basis:

- the index's composition is sufficiently diversified;
- the index represents an adequate benchmark for the market to which it refers;
- it is published in an appropriate manner.

Without prejudice to any other applicable limits, a sub-fund may, for the concerned sub-funds, invest up to a maximum of 20% of its assets in shares and / or debt securities issued by the same body; this limit is of 35% where that proves to be justified by exceptional market conditions, in particular in Regulated Markets where certain transferable securities or money market instruments are highly dominant. The investment up to this 35% limit is only permitted for a single issuer.

The sub-funds the investment policy of which is the tracking of an index may achieve the exposure to the component securities of such index either by direct holding of securities, or by indirectly through the use of financial derivative instruments.

15. Any sub-fund may not borrow more than 10% of its total net assets, and then only from financial institutions and on a temporary basis. Each sub-fund may, however, acquire foreign currency by means of a back to back loan. Each sub-fund will not purchase securities while borrowings are outstanding in relation to it, except to fulfill prior commitments and / or exercise subscription rights. However, each sub-fund can borrow up to 10% of its net assets to make possible the acquisition of immovable property essential for the direct pursuit of its business. In this case, these borrowings and those referred to above (temporary borrowings) may not in any case in total exceed 15% of the sub-funds' net assets.

16. The Fund respective a sub-fund may not grant credits or act as guarantor for third parties. This limitation does not prevent the Fund respective a sub-fund to purchase securities that are not fully paid up, nor to lend securities as further described thereunder. This limitation does not apply to margin payments on option deals and other similar transactions made in conformity with established market practices.

17. Each sub-fund will not purchase any securities on margin (except that the sub-fund may obtain such short-term credit as may be necessary for the clearance of purchases and sales of securities) or make short sales of securities or maintain a short position. Deposits on other accounts in connection with option, forward or financial futures contracts are, however, permitted within the limits provided for here below.

18. The Management Company is authorized to introduce further investment restrictions at any time in the interests of the unit holders provided these are necessary to ensure compliance with the laws and regulations of those countries in which the sub-funds' units are offered and sold. In this event this sales prospectus will be updated.

19. Each sub-fund, may invest in warrants on transferable securities.

20. Each sub-fund will not engage in uncovered sales of transferable securities.

21. If any of the above limitations are exceeded for reasons beyond the control of the Fund and / or each sub-fund or as a result of the exercise of subscription rights attaching to transferable securities or money market instruments, the Fund and / or each sub-fund must adopt, as a priority objective, sales transactions for the remedying of that situation, taking due account of the interests of its unit holders.
22. The Fund or a sub-fund must not neglect the following risks / terms that are linked to the investment in units of other open-ended and closed-ended UCIs:
 - a. If the investment is done in another open-ended or closed-ended UCIs which is not subject to any permanent control for the protection of the investors, required by law and carried out by a supervisory authority in its home country, there is less protection against possible losses.

Due to possible legal, contractual or juridical constraints, the possibility exists that the investments in other open-ended and closed-ended UCI may only be sold with difficulty.

In relation to the investment in other open-ended and closed-ended UCI which are not linked to the Fund respective a sub-fund in the manner described under section 10.b) above, the Fund or a sub-fund must bear the usual commissions relating to the units of these UCIs.
23. No sub-fund will invest more than 15% of its assets in debt claims as defined by the Directive 2003 / 48 / EC on the taxation of savings income adopted by the European Union.

M) SPECIAL TECHNIQUES AND INSTRUMENTS THAT HAVE SECURITIES AND MONEY MARKET INSTRUMENTS AS THE UNDERLYING

1. Introduction

The Fund may, for each sub-fund, for the purpose of efficient portfolio management of the assets of the respective sub-fund and / or to protect its assets and commitments, employ certain techniques and instruments as set out hereunder. In no case whatsoever must recourse to transactions involving derivatives or other financial techniques and instruments cause the Fund or a sub-fund to depart from the investment objectives set out in the sales prospectus.

Such Techniques and instruments are used in accordance with the legal requirements. These techniques and instruments are used in the best interests of the sub-fund.

Revenues arising from the use of techniques and instruments for the purpose of efficient portfolio management, should in principle – net of direct respectively indirect costs – flow to the sub-fund's assets. The Management Company shall have the right to charge a fee for the initiation, preparation and execution of such transactions. Expenses incurred in connection with the preparation and execution of such transactions, including fees payable to third parties (for example transaction costs paid to the Depositary) bears the Management Company. The identity of the counterparty to the transactions to which the direct and indirect costs and fees are paid and the costs will be published in the annual report. The costs and fees do not include hidden revenues;

2. Transactions involving the use of derivative instruments

a) Use of derivatives

The Management Company on behalf of the Fund or a sub-fund may enter into derivative transactions for investment purposes, for efficient portfolio management purposes as well as for hedging purposes. Hedging techniques will only be applied for the purposes of hedging currency exposure in a sub-fund where the calculation of the index return hedges currency exposure back to the Reference Currency of the sub-fund.

The Management Company may, for each sub-fund, enter into contract relating to forward transactions (financial futures and forwards), swaps (excluding funded swaps) and options on financial instruments, provided that their underlying securities are

permissible investments under chapter L “Investment restrictions”. These contracts may be traded on an exchange or over-the-counter.

b) General limits applicable to derivative transactions

Each sub-fund must ensure that the overall risk associated with derivatives does not exceed the net assets of the relevant sub-fund. The following are taken into account in computing risk: the market value of the underlying instruments, the risk of default, future foreseeable market developments and the period within which the positions are to be liquidated. This also applies to the following two points:

In the case of investments in derivatives, the overall risk for the underlying instruments may not exceed the investment limits set forth under sections 3. to 9. of chapter L “Investment restrictions” above. Investments in index-based derivatives need not be taken into account in the case of the investment limits set forth under sections 3. to 9. of chapter L “Investment restrictions” above.

If a derivative has a security or money market instrument as the underlying, it has to be taken into account with regard to compliance with the rules set forth under section 6. of chapter L “Investment restrictions” above.

3. Securities lending transactions

The Management Company may act as lender in respect of a sub-fund in the context of securities lending, provided such transactions are carried out in accordance with the requirements of CSSF Circulars 08/356 and 14/592 and another circular that amends or replaces it. It shall be ensured that all securities borrowed as part of a securities lending transaction can be transferred back and all securities lending agreements can be cancelled at any time.

5. Collateral and Haircut Policy

Where the Management Company on behalf of the Fund or of a sub-fund enters into OTC financial derivative and / or efficient portfolio management transactions, collateral may be used to reduce counterparty risk exposure subject to the following conditions. Haircuts may be made to the collateral which, in principle, amount to 100% of the legal requirements and vary according to the type of securities, the issuer rating and, where applicable, the remaining term. After deduction of the haircuts, the collateral must at all times be sufficient to meet the legal requirements.

The following is a description of the Management Company’s collateral and haircut policy, which takes into account the statutory eligibility criteria in CSSF Circulars 08/356 and 11/512 in connection with CSSF Circular 14/592:

- a. The provision of the collateral for the purpose of securities lending, repo and reverse repo transactions shall be in line with CSSF Circulars 08/356 and 14/592. The collateral must always be:
 - Liquid funds (these do not only include cash and short-term bank deposits, but also money market instruments as set out in Commission Directive 2007/16/EC of 19 March 2007 implementing Council Directive 85/611/EEC on the coordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities (UCITS) as regards the clarification of certain definitions.
 - Bonds issued or guaranteed by an OECD Member State or its public local authorities or via supranational bodies and undertakings with a community, regional or global character,
 - Shares or units issued by money market UCIs which calculate a net asset value on a daily basis and have an AAA-rating, or equivalent,
 - Shares or units issued by UCITS which invest in bonds / shares listed in the next three points,
 - Bonds issued or collateralized by first-class issuers with adequate liquidity, or
 - Shares which are listed on a stock exchange or traded on a Regulated Market of an EU Member State or a securities market of an OECD State, if said shares are included in a major index.
 - Collateral which is not provided in cash or in shares / units of a UCI / UCITS is issued by a company not affiliated to the counterparty.

The provision of collateral in order to reduce the counterparty risk on OTC derivatives is stipulated in CSSF Circular 11/512. The criteria, pursuant to CSSF Circular 08 / 356 (see a. above) as well as the general principle of CESR guideline CESR/10-788 (Box 26), as amended by ESMA Directive 2014/937 in conjunction with CSSF Circular 14/592, are also taken into account:

- **Liquidity:** all received non-cash collateral is highly liquid and traded at a transparent price on a Regulated Market or within a multilateral trading system, so that it can be sold at short notice at a price which is near to the valuation determined prior to being sold. Received collateral shall also comply with the provisions of Article 56 of the UCITS Directive.
- **Valuation:** The collateral received is valued on each trading day as a minimum, taking into account the available market prices by consulting independent third-party data sources which ensure the objective valuation of collateral. Daily variation margins will be used, if required. Assets with a high price volatility are only accepted as collateral if appropriate conservative haircuts are applied. No haircuts will be employed for non-cash collateral in accordance with the haircut policy of Structured Invest S.A. if the remaining term of the non-cash collateral is up to one year and the price volatility is low. Issuer rating: the issuer of the accepted securities has a high rating.
- **Correlation:** securities accepted by the UCITS are issued by a legal entity which is independent of the counterparty and does not have a high correlation with the performance of the counterparty.
- **Diversification of collateral (investment concentration):** as far as collateral is concerned, care is taken to ensure an adequate diversification in relation to countries, markets and issuers. This adequate diversification criterion with regard to the issuer concentration has been met.

Securities lending, repo, reverse repo, futures, options and swap transactions are only made with counterparties subject to supervisory regulations which are equivalent to EU legislation.

Received cash collateral should only

- be invested as sight deposits with legal entities, pursuant to Article 50(f) of the UCITS Directive;
- be invested in high-quality government bonds;
- be used for reverse repo transactions, provided that these are transactions with credit institutions which are subject to supervision and the UCITS can claim back the entire accrued amount at any time;
- be invested in money market funds with a short maturity structure, pursuant to the definition in the CESR's guidelines on a general definition for European money market funds.

It should be noted that the Fund may suffer losses through the investment of cash collateral received. This type of loss may result, for example, from an impairment of the investment in which the cash collateral has been invested. The impairment of an investment would also lead to a decrease in cash collateral. The Fund would have to offset the difference when returning the collateral to the counterparties, which may result in a loss for the Fund. Please see section **"F) Risk Factors"** of this Prospectus with regard to other risks which may occur in relation to the investment of cash collateral received.

Collateral and haircuts accepted by the Management Company for OTC transactions, securities lending transactions (Wertpapierdarlehensgeschäften):

| Securities | Residual maturity | Rating | Haircut |
|---|---------------------|---------------|---------|
| EUR-denominated government bonds with a minimum rating of BBB-, provided the country is included in Table 1: List of Eligible Countries | less than 1 year | AAA | 1,0% |
| | | AA- bis AA+ | 1,5% |
| | | A- bis A+ | 2,0% |
| | | BBB+ bis BBB- | 3,0% |
| | 1 to 5 years | AAA | 2,0% |
| | | AA- bis AA+ | 3,0% |
| | | A- bis A+ | 4,0% |
| | | BBB+ bis BBB- | 4,5% |
| | over 5 to 10 years | AAA | 4,0% |
| | | AA- bis AA+ | 4,0% |
| | | A- bis A+ | 6,0% |
| | over 10 to 20 years | AAA | 5,0% |
| AA- bis AA+ | | 6,0% | |
| A- bis A+ | | 7,0% | |

| | | | |
|---|---------------------|---------------|-------|
| | over 20 to 30 years | BBB+ bis BBB- | 8,5% |
| | | AAA | 7,0% |
| | | AA- bis AA+ | 8,5% |
| | | A- bis A+ | 9,5% |
| | | BBB+ bis BBB- | 12,0% |
| EUR-denominated mortgage bonds, jumbos and municipal bonds with a rating valid on the relevant calculation date from Standard and Poor's Rating Services, Inc. (S&P) for "Senior Unsecured Debt" of at least AA-, provided that the issuer is included in Table 1: List of Eligible Countries | less than 1 year | AAA | 1,0% |
| | | AA- bis AA+ | 1,5% |
| | 1 to 5 years | AAA | 4,0% |
| | | AA- bis AA+ | 4,0% |
| | over 5 to 10 years | AAA | 8,0% |
| | | AA- bis AA+ | 8,0% |
| | over 10 to 20 years | AAA | 8,0% |
| | | AA- bis AA+ | 8,0% |
| | over 20 to 30 years | AAA | 8,0% |
| | | AA- bis AA+ | 8,0% |
| EUR-denominated quasi-sovereign bonds with a minimum rating of AA-, provided the issuer is included in Table 2: List of sovereign issuers | less than 1 year | AAA | 1,0% |
| | | AA- bis AA+ | 1,0% |
| | 1 to 5 years | AAA | 3,0% |
| | | AA- bis AA+ | 4,5% |
| | over 5 to 10 years | AAA | 4,0% |
| | | AA- bis AA+ | 5,0% |
| | over 10 to 20 years | AAA | 6,0% |
| | | AA- bis AA+ | 7,0% |
| | over 20 to 30 years | AAA | 8,0% |
| | | AA- bis AA+ | 10,0% |

Table 1)

| Permitted countries | | |
|---------------------|------------------|-------------|
| Country | Government bonds | Pfandbriefe |
| Australia | yes | |
| Austria | yes | yes |
| Belgium | yes | yes |
| Canada | yes | yes |
| Denmark | yes | yes |
| Finland | yes | yes |
| France | yes | yes |
| Germany | yes | yes |
| Italy | yes | yes |
| Japan | yes | |
| Luxembourg | yes | |
| Netherlands | yes | yes |
| New Zealand | yes | |
| Norway | yes | yes |
| Singapore | yes | |
| Sweden | yes | yes |
| Switzerland | yes | yes |
| United Kingdom | yes | yes |
| USA | yes | yes |

Accepted non-cash collateral must not be sold, reinvested or securitized.

The assets which are employed for securities financing transactions and total return swaps and the collateral received are held in custody by the Depositary of the Fund. Please see section **“F) Risk Factors”** of this Prospectus with regard to risks which occur in relation to the safekeeping of collateral received by the Depositary

6. Specific. Regulation and Tax interests

Specific U.S. regulation and tax interests

Foreign Account Tax Compliance

The requirements of the Foreign Account Tax Compliance Act (“FACTA”) under the Hiring Incentives to Restore Employment Act of 2010 impose new reporting requirements and potential withholding taxes of up to 30% on certain U.S.-based income (including dividends and interest) as well as gross earnings from the sale or other alienation of property which may generate interest or dividends from US income (“Withholdable Payments”). Essentially, the new rules are designed so that direct or indirect property of non-U.S. accounts and non-U.S. enterprises of

- a. U.S. persons and non-U.S. enterprises controlled by one or more persons designated as a “specified U.S. person”

are subject to reporting requirements to the U.S. Internal Revenue Service (the “IRS”). The withholding tax of 30% is applied if the relevant FATCA disclosure requirements are not met.

The governments of the United States of America and Luxembourg have signed an IGA on the FATCA. This makes Luxembourg a FATCA partner state, which transposes FATCA provisions into national law. Provided that a sub-fund meets the requirements of the IGA, the sub-fund is not subject to any withholding tax and, in general, is not obligated to withhold any sums. In addition, the sub-fund cannot enter into any specific agreements with the IRS. Instead, each sub-fund must collect information on its unit holders and report any information that is relevant under the provisions of the IGA to the Luxembourg tax authorities, who will forward the information received to the IRS.

Potential investors should consult their tax advisers to learn about potential FATCA obligations in their specific situation. Every unit holder and every beneficiary of a transfer of units in a sub-fund must provide the Company, or a third party designated by the Company (the “Designated Third Party”), with all information, assurances, disclaimers and forms with regard to the unit holder (or the direct or indirect owner or account holder of the unit holder) including changes in form and within the time frame reasonably requested by the Company or Designate Third Party (including electronic certification).

This information will be used to:

- a. identify the tax domicile(s) of every unit holder; collect information that may be required by the Luxembourg tax authority under the FATCA reporting procedure; and enact the following exemptions, reductions or repayments:
 - withholding taxes or other taxes imposed on a sub-fund by tax authorities or other government agencies (including withholding taxes imposed within the framework of the Hiring Incentives to Restore Employment Act of 2010, or any similar or subsequent laws or intergovernmental agreements, or any agreements concluded based on these laws or intergovernmental agreements);
 - amounts paid to the sub-fund; or
 - amounts assignable or distributable by a sub-fund to unit holders or beneficiaries.

If the unit holder or beneficiary in a transfer of units cannot submit the required information, assurances, disclaimers or forms to the Company or the Designated Third Party, then the Company or the Designated Third Party shall be entitled to repossess the units in any sub-fund of the relevant unit holder or beneficiary.

The Company or the Designated Third Party reserves the right to pass any and all information on the unit holders (including unit holder information that was submitted as per this subsection) to the government or tax authorities in Luxembourg, if this information may be requested within the framework of the IGA requirements.

The Fund respective its sub-funds are classified under FATCA as a “Collective Investment Vehicle”. To maintain this chosen status, the sub-funds must ensure at all times that all investors in possession of sub-fund units are entitled to be investors.

According to the FATCA-specific requirements and restrictions on U.S. investors (see above), the following persons are deemed entitled to be investors:

- exempt beneficial owners;
- active Non-Financial Foreign Entities (NFFEs); and
- Non-Participating Foreign Financial Institutions (NPFIFs).

Common Reporting Standard – CRS

The OECD received a mandate by the G8/G20 countries to develop a Common Reporting Standard (CRS Directive of the European Parliament and of the Council of 22 October 2014 amending Directive 2013/34/EU as regards disclosure of non-financial and diversity information by certain large companies and groups) to achieve a comprehensive and multilateral automatic exchange of information (AEOI) in the future on a global basis. The CRS has been incorporated in the amended Directive on Administrative Cooperation, adopted on 9 December 2014, Directive on the automatic exchange of information in the field of taxation - DAC, supplemented by further supplementary directives, most recently by Council (EU) 2018/822 of 25 May 2018 amending Directive 2011/16/EU as regards the mandatory automatic exchange of information in the field of taxation on reportable cross-border arrangements. In this respect, the Luxembourg CRS law dated 18 December 2015 ("AEOI Law") was published in the Mémorial A – N° 244 on 24 December 2015, the Luxembourg transposition law of Directive (EU) 2018/822 (DAC 6) was adopted by the Luxembourg Parliament 21 March 2020 (Bill n 7465).

The CRS requires Luxembourg Financial Institutions to identify their account holders (including in the case of an Investment Entity equity and debt holders) and establish where they are fiscally resident. In this respect, a Luxembourg Financial Institution should obtain a self-certification to establish the CRS status and/or tax residence of its investors at account opening.

Luxembourg Financial Institutions will need to perform their first reporting of financial account information for the year 2016 about investors and (in certain cases) their Controlling Persons that are tax resident in a Reportable Jurisdiction (identified in a Grand Ducal Decree) to the Luxembourg tax authorities (Administration des contributions directes) by 30 June 2017. The Luxembourg tax authorities will automatically exchange this information with the competent foreign tax authorities by the end of September 2017.

The Fund qualifies as "Exempt Collective Investment Vehicle (Exempt CIV)" for CRS purposes. To maintain this status, the AEOI Law requires the Fund to ensure that all of the interests in the Fund are held by or through individuals or entities that are not Reportable Persons. In this respect, the term "Reportable Person" means an individual or entity that is resident in a Reportable Jurisdiction (identified in a Grand Ducal Decree) under the tax laws of such jurisdiction other than (i) a corporation the stock of which is regularly traded on one or more established securities markets; (ii) any corporation that is a related entity of a corporation described in clause (i); (iii) a Governmental Entity; (iv) an International Organisation; (v) a Central Bank; or (vi) a Financial Institution. In addition, the AEOI Law excludes Passive Non-Financial Entities (Passive NFEs) with Controlling Persons who are Reportable Persons from the eligible investors for the Exempt CIV status. Therefore, the Fund does not accept any investor qualifying as Passive NFE and having one or more Controlling Persons who are Reportable Persons.

Data protection:

According to the AEOI Law and Luxembourg data protection rules, each individual concerned shall be informed on the processing of his/her personal data before the Luxembourg Financial Institution processes the data. If the individual qualifies as Reportable Person in the aforementioned context, the Management Company will inform the individual in accordance with the Luxembourg data protection law.

- In this respect, the Management Company as Luxembourg Financial Institution will be responsible for the personal data processing and will act as data controller for the purpose of the AEOI Law.
- The personal data is intended to be processed for the purpose of the AEOI Law and the CRS/DAC .
- The data may be reported to the Luxembourg tax authorities (Administration des contributions directes), which may in turn continue these data to the competent authorities of one or more Reportable Jurisdictions.

- For each information request for the purpose of the AEOI Law sent to the individual concerned, the answer from the individual will be mandatory. Failure to respond within the prescribed timeframe may result in (incorrect or double) reporting of the account to the Luxembourg tax authorities.
- Each individual concerned has a right to access any data reported to the Luxembourg tax authorities for the purpose of the AEOI Law and, as the case may be, to have these data rectified in case of error.

If the individual qualifies as a Reportable Person (i.e. tax resident in a Reportable Jurisdiction) under the AEOI Law, the Fund will be required to report the individual's personal data to the Luxembourg tax authorities, which will forward the data to the tax authorities of all countries of tax residence as identified in the provided self-certification / application forms.

N) THE SUB-FUNDS

Investors are reminded that they should read this sales prospectus in its entirety and should consider the risks described under chapter F “Risk factors” especially those outlined in section 18. “Risks in Relation to the index components”. If you have any doubts you should consult your independent financial adviser.

A. SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF

Investment objective

Investment objective of the UC Refinitiv European Convertible Bond UCITS ETF (under this section the “sub-fund”) is to provide investors with a return, which reflects the return of the Refinitiv Monthly Europe Focus Convertible Index (the “Reference Index”) or any other index determined by the Management Company, which is deemed to be an appropriate index for the sub-fund to represent the European convertible bond market.

No assurance can be given that the stated investment objective will be met.

The Sub-Fund is authorized for distribution in Luxembourg, Germany, Austria, Italy, France.

Investment policy

The sub-fund is passive managed and uses the method of Indirect Investment Policy as described in chapter C “Investment objective and investment policy of the sub-funds”, section 2. c) “Methods for tracking the sub-fund’s Reference Index”. The swap counterparty has no discretionary power about the underlying index in regard to the index rules as the swap counterparty is legally independent from the index provider.

The following overview describes the securities financing transactions that are temporary used:

| Securities financing transaction | Permitted | Used | Maximum amount | Estimated amount |
|----------------------------------|-----------|------|----------------|------------------|
| Total return swaps | Yes | Yes | 100% | 80%. |

The maximum share of assets managed for this Fund which may be used for total return swaps therefore amounts to 100%. The share of managed assets which will likely be used for total return swaps amounts to 800%.

The projected percentage and the actual percentage may change over time due to factors such as market conditions and the demand for securities lending in the market may fluctuate. If the management company intends to do any changes, this prospectus will be amended accordingly.

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The information about the sub-fund's securities financing transactions will be described in detail in the respective fund's annual report.

Specific investment restrictions

The sub-fund may only acquire units in other UCITS or other UCIs for a total value not exceeding 10% of net sub-fund assets.

Pursuant to article 41(2) b) of the Law of 2010, a UCITS may hold ancillary liquid assets. The holding of such ancillary liquid assets is limited to 20% of the net assets of a UCITS.

General description of the Reference Index

The Reference Index, which is published by Refinitiv Benchmark Services (UK) Limited (“Refinitiv”), is a Total Return Index designed to provide a broad measure of the performance of the balanced investable European convertible bond market.

The Reference Index is rebalanced monthly and reviewed on a quarterly basis to ensure the constituents’ continued compliance with the Reference Index rules. Constituents may be also removed from the Reference Index during the month as outlined in the Reference Index description.

Any proceeds in the Reference Index that may be generated by deletions, income received or reduced issue weights from constituents in-between monthly rebalancing dates will be held as cash in local currency of respective proceeds until next monthly rebalancing.

Qualifying fixed income securities may be rated investment grade or non-investment grade by a recognised rating agency or unrated, may be issued with fixed or floating rates and must meet minimum size requirements in their local currency.

Individual convertible bond issuers are capped at 8% of the Reference Index at each monthly rebalancing date.

Issues with mandatory conversion (i.e. convertible bonds which must be converted into equities at a given date) and perpetual issues (i.e. convertible bonds which do not have a maturity date) are excluded from the Reference Index.

Further details of the Reference Index, its components, its rebalancing frequency and its performance can be found at <https://www.refinitiv.com/en/financial-data/indices/monthly-europe-focus-convertible-indexdex>.

The above Reference Index overview summarizes the key features of the Reference Index at the time this sales prospectus was drawn up, but does not intend to provide a full description of the Reference Index. Investors are advised to obtain information on the current Reference Index composition or any Reference Index adjustments or changes (e.g. with regard to the index calculation method applied) on a regular basis from the aforesaid website. In the event of any inconsistencies between the above Reference Index overview and the full Reference Index description, the Index Provider’s full Reference Index description shall prevail.

Reference Index Disclaimer

THE SUB-FUND IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY REFINITIV LIMITED OR ANY OF ITS SUBSIDIARIES OR AFFILIATES (“REFINITIV”).

REFINITIV MAKE NO REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE OWNERS OF THE SUB-FUND(S) OR ANY MEMBER OF THE PUBLIC REGARDING THE ADVISABILITY OF INVESTING IN SECURITIES GENERALLY OR IN THE SUB-FUND(S) PARTICULARLY OR THE ABILITY OF THE REFERENCE INDEX TO TRACK GENERAL MARKET PERFORMANCE.

REFINITIV’S ONLY RELATIONSHIP TO THE SUB-FUND(S) AND UNICREDIT BANK AG (THE “LICENSEE”) IS THE LICENSING OF THE REFERENCE INDEX, WHICH IS DETERMINED, COMPOSED AND CALCULATED BY REFINITIV OR ITS LICENSORS WITHOUT REGARD TO THE LICENSEE OR THE PRODUCT(S).

REFINITIV HAS NO OBLIGATION TO TAKE THE NEEDS OF THE LICENSEE OR THE OWNERS OF THE SUB-FUND(S) INTO CONSIDERATION IN CONNECTION WITH THE FOREGOING. REFINITIV IS NOT RESPONSIBLE FOR AND HAS NOT PARTICIPATED IN THE DETERMINATION OF THE TIMING OF, PRICES AT, OR QUANTITIES OF THE SUB-FUND(S) TO BE ISSUED OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY WHICH THE SUB-FUND(S) IS TO BE CONVERTED INTO CASH. REFINITIV HAS NO OBLIGATION OR LIABILITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR TRADING OF THE SUB-FUND(S). REFINITIV DOES NOT GUARANTEE THE QUALITY, ACCURACY AND/OR THE COMPLETENESS OF THE REFERENCE INDEX OR ANY DATA INCLUDED THEREIN. REFINITIV MAKE NO WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY LICENSEE, OWNERS OF THE SUB-FUND(S), OR ANY OTHER PERSON OR ENTITY FROM THE USE OF THE REFERENCE INDEX OR ANY DATA INCLUDED THEREIN IN CONNECTION WITH THE RIGHTS LICENSED HEREUNDER OR FOR ANY OTHER USE. REFINITIV MAKE NO EXPRESS OR IMPLIED WARRANTIES, AND HEREBY EXPRESSLY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE WITH RESPECT TO THE REFERENCE INDEX OR ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL REFINITIV HAVE ANY LIABILITY FOR ANY SPECIAL, PUNITIVE, INDIRECT, INCIDENTAL OR CONSEQUENTIAL DAMAGES (INCLUDING, WITHOUT LIMITATION, LOST PROFITS), EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.”

Profile of typical investor

An investment in this sub-fund is suitable only for investors who are able to appraise the risks and economic value of the investment. The investor must be prepared to accept a high volatility of the fund units and potentially substantial capital losses in order to achieve higher returns. The sub-fund is intended for investors with a medium- to long-term investment horizon.

Integration of sustainability risks

The sub-fund management integrates risks stemming from sustainability and in particular ESG aspects into their investment decisions. ESG refers to environmental and social aspects as well as corporate governance. Besides common financial metrics and other portfolio specific risks, the Sub-Fund management considers sustainability risks and their likely impacts on the returns of the Sub-Fund in its investment process. This consideration applies to the entire investment process, both for the fundamental analysis of investments as well as for the decision-making processes.

Article 27(2) Regulation (EU) 2020/852 of 18 June 2020 on the establishment of a framework to facilitate sustainable investments ("Taxonomy Regulation") restricts the applicability of Articles 5 and 6 of the Taxonomy Regulation as of the cut-off date 01 January 2022 exclusively to such products which pursue a climate objective within the meaning of Article 9 a) or b) of the Taxonomy Regulation.

The strategy of the SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF, which qualifies according to Art. 6 SFDR, does not pursue a climate objective in the sense of Art. 9 a) or b) Taxonomy Regulation. Therefore, Articles 5 and 6 of the Taxonomy Regulation do not apply in the present case.

SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF do further not contribute environmental objectives, as climate change mitigation, climate change adaptation, sustainable use and protection of water and marine resources, transition to a circular economy, pollution prevention and control protection and restoration of biodiversity and ecosystem, therefore, the "do not significant harm principle" applies only to those investments underlying the EU criteria for environmentally sustainable economic activities.

Risk management procedure

The Management Company establishes a risk management procedure for the Fund respective its sub-funds in line with the Law of 17 December 2010 and other applicable provisions, particularly CSSF circular 11 / 512. Using the risk management procedure, the Management Company records and measures the market risk, liquidity risk, counterparty risk, sustainability risk and all other risks, including operational risks material to the sub-fund.

Risk indicators are used to assess sustainability risks. The risk indicators can correspond to quantitative or qualitative factors and are based on environmental, social and corporate governance aspects and measure the risks in relation to the aspects under consideration.

In the context of the risk management procedure, the sub-fund's global exposure will be measured and controlled using the relative Value at Risk (VaR) methodology.

The reference portfolio for the sub-fund is the Refinitiv Monthly Europe Focus Convertible Index. Detailed information on the reference portfolio can be obtained free of charge from the Management Company.

The Management Company calculates the level of leverage for the sub-fund as the sum of the notional of the derivatives used and expects that the level of leverage will be a maximum of 300% (with respect to the net assets of the sub-fund). In exceptional cases, the leverage may exceed this value.

| SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF | | |
|---|--|--|
| Reference Currency | EUR | |
| Appropriation of income | | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | Accumulating | At financial year end |
| | Distributing | Distribution amount based on financial year end; payment at the earliest in January of the subsequent year |
| ISIN: | | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | LU1199448058 | |
| | LU1372156916 | |
| WKN | | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | A14PYG | |
| Stock exchange ticker | A2AEZ5 | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | ECBD | |
| | ECBC | |
| SEDOL | | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | BWB8V14 | |
| | BY7LZ6 | |
| Subscription period | None | |
| Initial issue date / Launch date | 18 May 2015 | |
| Initial unit value | | |
| UC Refinitiv European Convertible Bond UCITS ETF UC Refinitiv European Convertible Bond UCITS ETF (dis) | EUR 100.00 | On inception date |
| | EUR 100.00 | On inception date |
| Initial issue price | Up to EUR 105.00 | On inception date |
| Initial redemption price | Up to EUR 95.00 | On inception date |
| Denomination | 1 unit | |
| First NAV calculation | 19 May 2015 | |
| Minimum initial investment | 50,000 units | On primary market |
| Minimum subsequent investment: | 50,000 units | On primary market |
| Minimum units for redemption | 1 unit | |
| Valuation day | Means, each day where the NAV is calculated by the Management Company or one of its agents under the supervision of the Depositary Bank, being each Business Day | |
| Sub-fund specific business day rule | None | |

| | | |
|---|--|--|
| Order acceptance | 5 p.m. CET | All subscription, redemption and conversion orders are placed on the basis of an unknown unit value. Orders received by the Fund Administrator by no later than 5 p.m. CET on a Valuation Day shall be processed on the basis of the unit value of the current Valuation Day. Orders received after 5 p.m. CET shall be processed on the basis of the unit value on the following Valuation Day. |
| Due date for the (initial) issue price | 2 banking days after the (first) issue date | |
| Due date for the redemption price | 2 banking days after Valuation Day | |
| Sales Fee*: | Up to 5% Min. EUR 50,000 for each subscription order | In favour of the Main Distributor |
| Redemption Fee*: | Up to 5% Min. EUR 50,000 for each redemption order | In favour of the Main Distributor |
| Conversion Fee*: | Not applicable | Only in between the same sub-fund |
| All-in Fee**12F ² | Up to 1.5 % (currently 0.75 %) p.a. of NAV | This fee is calculated and accrued on each Valuation Day and is paid retroactively. The All-in fee includes the Fixed Fee and Index Replication Fee. Fixed Fee: 0.50 % p.a. of NAV paid to the Management Company Index Replication Fee: Up to 1.00 % (currently 0.25 %) p.a. of NAV paid to swap counterparty Moreover the Management Company may charge for the coordination of special reportings (e.g. Solvency II, VAG) and the processing of underlying data for regulatory reportings a fee of maximum EUR 1,500 per reporting. |
| Performance-related Fee | None | |
| Taxe d'abonnement | Exempt | |
| Tracking Error | Up to 1% under normal market circumstances | |
| Risk class | Reduced risk tolerance | |
| Listing Stock Exchange(s) | | |
| UC Refinitiv European Convertible Bond UCITS ETFUC Refinitiv European Convertible Bond UCITS ETF(dis) | XETRA Deutsche Börse AG, Borsa Italiana S.p.A., SIX Swiss Exchange AG XETRA Deutsche Börse AG, Borsa Italiana S.p.A., SIX Swiss Exchange AG | |
| Reference Index | Refinitiv Monthly Europe Focus Convertible Index | |
| Index Provider | Refinitiv Benchmark Services (UK) Limited("Refinitiv") | Also acting as Index Calculation Agent |
| Investment policy | Indirect Investment Policy | |
| Management Company savings scheme | None | |
| Length of sub-fund term | Established for an indefinite period | |
| Form of units | Global certificate and registered shares | There shall be no entitlement to the delivery of physical securities. |
| Creation of units | In cash as well as in kind | |

*This charge is not applicable to any stock exchange transactions on the secondary market, but is payable to the sub-fund by investors who ask the financial intermediary who holds their units to create or redeem those units with the sub-fund for cash or to convert those units into units of (one of) the other unit class of the same sub-fund.

** Any distribution costs incurred are paid out of the All-in-fee. The payments from the All-in fee for distribution expenses are inclusive of any value added tax applicable.

| | |
|--------------|------------|
| Distribution | Luxembourg |
| | Germany |
| | Austria |
| | Italy |
| | France |

*This charge is not applicable to any stock exchange transactions on the secondary market, but is payable to the sub-fund by investors who ask the financial intermediary who holds their units to create or redeem those units with the sub-fund for cash or to convert those units into units of (one of) the other unit class of the same sub-fund.

** Any distribution costs incurred are paid out of the All-in-fee. The payments from the All-in fee for distribution expenses are inclusive of any value added tax applicable.

B. SI UCITS ETF – UC MSCI European Green Bond EUR UCITS ETF

1. Investment Objective

The objective of the UC MSCI European Green Bond EUR UCITS ETF (under this section the “sub-fund”) is to track the performance of the Bloomberg Barclays MSCI European Green Bond Issuer Capped EUR Index (the “Index”), representative of the performance of the European EUR denominated Green Bond market. The Index is composed of fixed income securities which are issued to fund projects with environmental benefits. There can be no assurance that the sub-fund will achieve its investment objective.

This sub-fund has sustainable investment as its objective and tracks a benchmark. The product qualifies as product in accordance with article 9(1) of Regulation (EU) 2019/2088 on sustainability-related disclosures in the financial services sector.

The Sub-Fund is authorized for distribution in Luxembourg, Germany, Austria, Italy.

2. Investment Policy

The sub-fund will seek to track the performance of the Index by making direct investments in Transferable Securities and/or other eligible assets representing the underlying components of the Index (physical replication - optimized sampling method). In addition, cash and cash equivalents may be held for the sub-fund.

Instead of full replication, the benchmark Bloomberg MSCI European Green Bond Issuer Capped EUR Index can be replicated by the help of the optimized sampling method. This applies in case, the fund volume is below a critical size (depending on the number of index components) and it is not possible to buy each single index component. The optimized sampling method refers to a sample of the replicated benchmark index. In this case, not each single index security is held, but a selection of index components which possess a similar risk-/ return profile as the total index.

It is expected that the Tracking Error of the sub-fund under normal market conditions will remain below 2.00% per annum. However, there is no guarantee that this level of Tracking Error will be realised. The actual level of Tracking Error is likely to be affected by a number of factors such as, without limitation, costs and fees incurred by the sub-fund, including transaction costs incurred in tracking the Index or otherwise managing the portfolio of the sub-fund, the existence of uninvested cash in the sub-fund, differences in the composition and/or weighting of the portfolio of the sub-fund relative to that of the Index, including the presence of small, illiquid components in an Index, which the sub-fund may not be able or willing to acquire, timing differences between the rebalancing of the Index and the corresponding adjustment being made to the portfolio, dividend distributions and reinvestments, regulatory constraints such as investment limits and asset eligibility rules, local trading restrictions and tax considerations. Any discrepancy between the expected Tracking Error and the actual Tracking Error will be explained in the Annual Report for the period concerned. The sub-fund and the Investment Manager will not accept liability for any difference between the expected Tracking Error and the actual level of Tracking Error.

The sub-fund is not expected to invest in UCITS and in other UCIs.

The sub-fund will, under no circumstances, use outside (borrowed) capital as leverage for investment purposes. A decline of the sub-fund’s assets due to the employment of borrowed capital, in particular leverage, is therefore excluded.

In particular to ensure that the assets specified in the investment policy meet the requirements of Articles 41 et seq. of the Law of 17 December 2010, the Management Company has appointed UniCredit International Bank (Luxembourg) S.A. as Investment Manager.

Pursuant to article 41(2) b) of the Law of 2010, a UCITS may hold ancillary liquid assets. The holding of such ancillary liquid assets is limited to 20% of the net assets of a UCITS.

The initial unit value of the UC MSCI European Green Bond EUR UCITS ETF is EUR 100.00.

The reference currency is Euro (EUR).

It cannot be assured that the investment objective indicated in the investment policy will be achieved.

The following overview describes the securities financing transactions that are temporary used:

| Securities financing transaction | Permitted | Used | Maximum amount | Estimated amount |
|---|------------------|-------------|-----------------------|-------------------------|
| Securities lending transaction | Yes | Yes | 100% | 70% |

The maximum share of assets managed for this sub-fund which may be used for securities lending transaction therefore amounts to 100%. The share of managed assets which will likely be used for securities lending transaction amounts to 70%. The projected percentage and the actual percentage may change over time due to factors such as market conditions and the demand for securities lending in the market may fluctuate. If the management company intends to do any changes, this prospectus will be amended accordingly.

The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities.

The information about the sub-fund 's securities financing transactions will be described in detail in the respective sub-fund 's annual report.

Index description

The Index aims to provide exposure to the performance of European Green Bonds denominated in Euro with an investment grade rating. Green bonds are fixed-income securities in which the proceeds will be exclusively and formally applied to projects or activities that promote climate or other environmental sustainability purposes through their use of proceeds. For the Bloomberg Barclays MSCI Green Bond Index, securities are independently evaluated by MSCI ESG Research along four dimensions to determine whether a fixed-income security should be classified as a green bond. These eligibility criteria reflect themes articulated in the Green Bond Principles and require clarity about a bond's:

1. Stated use of proceeds;
2. Process for green project evaluation and selection;
3. Process for management of proceeds; and
4. Commitment to ongoing reporting of the environmental performance of the use of proceeds.

Both self-labeled green bonds and unlabeled bonds will be evaluated using these criteria for potential index inclusion. So long as projects fall within an eligible MSCI ESG Research green bond category and there is sufficient transparency on the use of proceeds, a bond will be considered for the Index even if it is not explicitly marketed as green.

The composition of the Index is achieved by including specific environmental categories for the use of the proceeds of the fixed income securities underlying the Index. The environmental categories include:

- Alternative Energy
- Energy Efficiency
- Pollution Prevention and Control

- Sustainable Water
- Green Building
- Climate Adaptation

The inclusion of additional environmental categories for the use of proceeds into the selection process of potential fixed income securities guarantees a focus on specific securities which are beneficial to the objective of the sub-fund.

Further information on the methodology used for the calculation of the Index can be found online at www.msci.com.

Index composition, methodology and further information

Once a security has been defined as a green bond, additional fixed income eligibility rules are applied with the goal of making the benchmark appropriately representative of the market from a bond investor's perspective. Many rules for the green bond Index mirror eligibility criteria used for widely used broad market benchmarks such as the Bloomberg Barclays Global Aggregate Index. Green bonds must be Global Aggregate eligible or have been eligible for those indices prior to falling below their one year remaining to maturity requirement.

- **Sector** - Treasury, corporate, government-related and securitized bonds are included.
- **Geography** - The Country of Risk should be a country from Europe (detailed country list in MSCI index methodology) or an European supranational organization. A Supranational issuers include amongst others European Bank for Reconstruction and Development, European Investment Bank, and Nordic Investment Bank. A comprehensive list of Supranational issuers is available in the MSCI index description.
- **Eligible Currencies** – Denominated in EUR
- **Quality** - Securities must be rated investment grade (Baa3/BBB-/BBB- or higher) using the middle rating of Moody's, S&P and Fitch; when a rating from only two agencies is available, the lower is used; when only one agency rates a bond, that rating is used. In cases where explicit bond level ratings may not be available, other sources may be used to classify securities by credit quality:
 - Expected ratings at issuance may be used for timely index inclusion or to properly classify split-rated issuers.
 - Unrated securities may use an issuer rating for index classification purposes if available.
- **Amount Outstanding** - Fixed minimum issue sizes are set at EUR 500mn
- **Largest Issuer Constraint** – only the largest security, based on amount outstanding, from each issuer is included. If multiple securities from the same issuer have the same par amount outstanding, then only the newest security is included.
- **Coupon**
 - Fixed-rate coupon
 - Callable fixed-to-floating rate bonds are eligible during their fixed-rate term only.
 - Bonds with a step-up coupon that changes according to a predetermined schedule are eligible.
- **Maturity**
 - Unlike other Bloomberg Barclays Aggregate Bond Indices, the Global Green Bond Index does not have a 1-year minimum time to maturity and will hold bonds until final maturity. The inclusion of Green Bonds to maturity within the indices is designed to accommodate this market practice by not forcing unwanted turnover.
 - Bonds that convert from fixed to floating rate, including fixed-to-float perpetuals, will exit the index before converting to floating-rate. Fixed-rate perpetual bonds are not included.

- **Taxability**
 - Only fully taxable issues are eligible.
 - Dividend Received Deduction (DRD) and Qualified Dividend Income (QDI) eligible securities are excluded.
- **Market of Issue** - Fully taxable, publicly issued in the global and regional markets.
- **Seniority of Debt** - Senior and subordinated issues are included

The Index is market value-weighted, i.e. the Index weights are determined according to the total market value outstanding of each constituent with a cap of 8% on issuer and issue level. The Index weight is updated for each Index constituent during the monthly rebalancing process on the last business day.

The Index is rebalanced on a monthly basis at the last business day of each month. The methodology for the selection and the rebalancing of the components of the Index is based on a set of pre-determined rules and objective criteria as described above.

The cash derived from coupon payments and principal payments will be accumulated in a Cash Pool and reinvested at the monthly rebalancing process.

The rebalancing frequency as described above will have no impact in terms of costs in the context of the performance of the investment objective.

The Index is calculated and published on a daily basis, at the end of every trading day.

The Index is subject to independent valuation since the Index provider uses constituent prices from regulated markets only, as published by independent third parties.

Further information on the Index, including index methodology and composition, can be found at www.msci.com.

The Index is being provided by Bloomberg is the benchmark administrator for the Index (and MSCI is not the benchmark administrator for the Index) under the EU benchmark regulation, the IOSCO Principles for Financial Benchmarks, and any other similar or related regulation, legislation, rules or principles, in any jurisdiction.

Reference Index Disclaimer

THIS FUND IS NOT SPONSORED, ENDORSED, SOLD OR PROMOTED BY MSCI INC., BLOOMBERG INDEX SERVICES LIMITED (“BLOOMBERG”) OR ANY OF THEIR RESPECTIVE AFFILIATES, INFORMATION PROVIDERS OR ANY OTHER THIRD PARTY (COLLECTIVELY, THE “INDEX PARTIES”) INVOLVED IN, OR RELATED TO, COMPILING, COMPUTING OR CREATING ANY BLOOMBERG MSCI ESG INDEX (EACH, AN “INDEX”). THE INDEXES ARE THE EXCLUSIVE PROPERTY OF THE APPLICABLE INDEX PARTY. “BLOOMBERG”, “MSCI”, AND THE INDEX NAMES, ARE THE RESPECTIVE TRADE AND/OR SERVICE MARKS OF BLOOMBERG, MSCI, OR THEIR AFFILIATES AND HAVE BEEN LICENSED FOR USE FOR CERTAIN PURPOSES BY [LICENSEE]. BLOOMBERG IS THE BENCHMARK ADMINISTRATOR FOR THE INDEX (AND MSCI IS NOT THE BENCHMARK ADMINISTRATOR FOR THE INDEX) UNDER THE EU BENCHMARK REGULATION, THE IOSCO PRINCIPLES FOR FINANCIAL BENCHMARKS, AND ANY OTHER SIMILAR OR RELATED REGULATION, LEGISLATION, RULES OR PRINCIPLES, IN ANY JURISDICTION. NONE OF THE INDEX PARTIES MAKES ANY REPRESENTATION OR WARRANTY, EXPRESS OR IMPLIED, TO THE ISSUER OR OWNERS OF THIS FUND OR ANY OTHER PERSON OR ENTITY REGARDING THE ADVISABILITY OF INVESTING IN FUNDS GENERALLY OR IN THIS FUND PARTICULARLY OR THE ABILITY OF ANY INDEX TO TRACK CORRESPONDING STOCK MARKET PERFORMANCE. MSCI, BLOOMBERG, OR THEIR AFFILIATES ARE THE LICENSORS OF CERTAIN TRADEMARKS, SERVICE MARKS AND TRADE NAMES AND OF THE INDEXES WHICH ARE DETERMINED, COMPOSED AND CALCULATED BY BLOOMBERG AND/OR MSCI WITHOUT REGARD TO THIS FUND OR THE ISSUER OR OWNERS OF THIS FUND OR ANY OTHER PERSON OR ENTITY. NONE OF THE INDEX PARTIES HAS ANY OBLIGATION TO TAKE THE NEEDS OF THE ISSUER OR OWNERS OF THIS FUND OR ANY OTHER PERSON OR ENTITY INTO CONSIDERATION IN DETERMINING, COMPOSING OR CALCULATING THE INDEXES. NONE OF THE INDEX PARTIES IS RESPONSIBLE FOR OR HAS PARTICIPATED IN THE DETERMINATION OF THE TIMING OF, PRICES AT, OR QUANTITIES OF THIS FUND TO BE ISSUED OR IN THE DETERMINATION OR CALCULATION OF THE EQUATION BY OR THE CONSIDERATION INTO WHICH THIS FUND IS REDEEMABLE. FURTHER, NONE OF THE INDEX PARTIES HAS ANY OBLIGATION OR LIABILITY TO THE ISSUER OR OWNERS OF THIS FUND OR ANY OTHER PERSON OR ENTITY IN CONNECTION WITH THE ADMINISTRATION, MARKETING OR OFFERING OF THIS FUND.

ALTHOUGH THE INDEX PARTIES SHALL OBTAIN INFORMATION FOR INCLUSION IN OR FOR USE IN THE CALCULATION OF THE INDEXES FROM SOURCES CONSIDERED RELIABLE, NONE OF THE INDEX PARTIES WARRANTS OR GUARANTEES THE ORIGINALITY, ACCURACY AND/OR THE COMPLETENESS OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES MAKES ANY WARRANTY, EXPRESS OR IMPLIED, AS TO RESULTS TO BE OBTAINED BY THE ISSUER OF THE FUND, OWNERS OF THE FUND, OR ANY OTHER PERSON OR ENTITY, FROM THE USE OF ANY INDEX OR ANY DATA INCLUDED THEREIN. NONE OF THE INDEX PARTIES SHALL HAVE ANY LIABILITY FOR ANY ERRORS, OMISSIONS OR INTERRUPTIONS OF OR IN CONNECTION WITH ANY INDEX OR ANY DATA INCLUDED THEREIN. FURTHER, NONE OF THE INDEX PARTIES MAKES ANY EXPRESS OR IMPLIED WARRANTIES OF ANY KIND, AND THE INDEX PARTIES HEREBY EXPRESSLY DISCLAIM ALL WARRANTIES OF MERCHANTABILITY AND FITNESS FOR A PARTICULAR PURPOSE, WITH RESPECT TO EACH INDEX AND ANY DATA INCLUDED THEREIN. WITHOUT LIMITING ANY OF THE FOREGOING, IN NO EVENT SHALL ANY OF THE INDEX PARTIES HAVE ANY LIABILITY FOR ANY DIRECT, INDIRECT, SPECIAL, PUNITIVE, CONSEQUENTIAL OR ANY OTHER DAMAGES (INCLUDING LOST PROFITS) EVEN IF NOTIFIED OF THE POSSIBILITY OF SUCH DAMAGES.

No purchaser, seller or holder of this security, product or fund, or any other person or entity, should use or refer to any MSCI ESG Research, Bloomberg, or Barclays trade name, trademark or service mark to sponsor, endorse, market or promote this security without first contacting MSCI ESG Research to determine whether MSCI's permission is required. Under no circumstances may any person or entity claim any affiliation with MSCI ESG Research, Bloomberg, or Barclays without prior written permission.

Profile of typical investor

An investment in this sub-fund is suitable only for investors who are able to appraise the risks and economic value of the investment.

The investor must be prepared to accept a moderate volatility of the fund units and potentially high capital losses in order to achieve returns higher than the usual market's interest level. The sub-fund is intended for investors with a medium- to long-term investment horizon.

Integration of sustainability risks

The sub-fund management integrates risks stemming from sustainability and in particular ESG aspects into their investment decisions. ESG refers to environmental and social aspects as well as corporate governance. Besides common financial metrics and other portfolio specific risks, the Sub-Fund management considers sustainability risks and their likely impacts on the returns of the Sub-Fund in its investment process. This consideration applies to the entire investment process, both for the fundamental analysis of investments as well as for the decision-making processes.

Article 27(2) Regulation (EU) 2020/852 of 18 June 2020 on the establishment of a framework to facilitate sustainable investment ("Taxonomy Regulation") restricts the applicability of Articles 5 and 6 of the Taxonomy Regulation as of 01 January 2022 exclusively to such products which pursue a climate objective within the meaning of Article 9 a) or b) of the Taxonomy Regulation.

The ESG strategy of the the SI UCITS ETF – UC MSCI European Green Bond EUR UCITS ETF, which qualifies according to Art. 8 SFDR, does not pursue a climate objective within the meaning of Art. 9 a) or b) Taxonomy Regulation. Therefore, Articles 5 and 6 of the Taxonomy Regulation do not apply in the present case.

SI UCITS ETF – UC MSCI European Green Bond EUR UCITS ETF do further not contribute environmental objectives, as climate change mitigation, climate change adaption, sustainable use and protection of water and marine resources, transition to a circular economy, pollution prevention and control protection and restoration of biodiversity and ecosystem, therefore, the "do no significant harm principle" applies only to those investments underlying the EU criteria for environmentally sustainable economic activities.

Risk management procedure

The Management Company establishes a risk management procedure for the Fund respective its sub-funds in line with the Law of 17 December 2010 and other applicable provisions, particularly CSSF circular 11 / 512. Using the risk management procedure, the Management Company records and measures the market risk, liquidity risk, counterparty risk, sustainability risk and all other risks, including operational risks material to the sub-funds.

Risk indicators are used to assess sustainability risks. The risk indicators can correspond to quantitative or qualitative factors and are based on environmental, social and corporate governance aspects and measure the risks in relation to the aspects under consideration.

In the context of the risk management procedure, the sub-funds's global exposure will be measured and checked by using the Commitment Approach.

Special Risk Factors

Investment portfolio of the sub-fund will be concentrated in companies in green investments which means the sub-fund will be more affected by the performance of green investments than a fund that is more diversified across the bond market.

The market for green investments is new and still developing. There may at any time be a limited number of green investments available for purchase in the market and/or a limited number of issuers of green investments, and the market for green investments may be illiquid and the prices of green investments volatile.

There is no guarantee that a robust secondary market for green investments will exist at any point in time. Green investments are subject to the risk that, under certain market conditions, the sub-fund may underperform funds that invest in a broader range of investments. Some green investments may be dependent on government tax incentives and subsidies and on political support for certain environmental technologies and companies. There is no industry standard to determine whether a security is "green" or not and it is possible that the Fund will include securities that the index provider considers to be green securities but that other investors might not.

The index provider may, in any case, rely solely on an issuer's statements that its securities are, in fact, "green" securities, even if such issuers do not guarantee that fact. Many green investments have in recent periods been favourably affected by increased investor awareness of their availability and investors' desire to own green investments. Green investments may at any time fall out of favour with investors and their values may as a result be adversely affected.

An EU harmonised green bond standard has not yet been implemented. Further standardization of an EU green bond standard may lead to a re-classification of the bonds. Such a re-classification bears the risk of a change in the reference index of the sub-fund which would, therefore, lead to a change of the assets held by the sub-fund. Such transactions may cause losses for the investor.

| SI UCITS ETF – UC MSCI European Green Bond EUR UCITS ETF | | |
|--|---|--|
| Reference Currency | EUR | |
| Appropriation of income | At financial year end | |
| UC MSCI European Green Bond EUR UCITS ETF | Accumulating | |
| ISIN: | | |
| UC MSCI European Green Bond EUR UCITS ETF | LU1899270539 | |
| WKN | | |
| UC MSCI European Green Bond EUR UCITS ETF | A2N8AW | |
| Subscription period | None | |
| Initial issue date / Launch date | 20 November 2018 | |
| Initial unit value | On inception date | |
| UC MSCI European Green Bond EUR UCITS ETF | EUR 100.00 | |
| Initial issue price | Up to EUR 100.00 | On inception date |
| Initial redemption price | Up to EUR 100.00 | On inception date |
| Denomination | 1 unit | Denomination |
| First NAV calculation | 21 November 2018 | |
| Minimum initial investment | EUR 1,500,000 | On primary market |
| Minimum subsequent investment: | EUR 1,000,000 | On primary market |
| Minimum units for redemption | 1 unit | |
| Valuation day | Each Reference Index calculation day where the TARGET2 system as well as banks and financial institutions are generally open for business in Luxembourg, except for 24 and 31 December each year. | |
| Sub-fund specific business day rule | None | |
| Order acceptance | 4 p.m. CET | All subscription, redemption and conversion orders are placed on the basis of an unknown unit value. Orders received by the Fund Administrator by no later than 4 p.m. CET on a Valuation Day shall be processed on the basis of the unit value of the current Valuation Day. Orders received after 4 p.m. CET shall be processed on the basis of the unit value on the following Valuation Day. |
| Due date for the (initial) issue price | 2 banking days after the (first) issue date | |
| Due date for the redemption price | 2 banking days after Valuation Day | |
| Sales Fee*: | None | |
| Redemption Fee: | None | |

| | | |
|---|---|---|
| Conversion Fee: | Not applicable | Only in between the same sub-fund |
| All-in Fee**12F3 | Up to 0.35 % p.a. of NAV | This fee is calculated and accrued on each Valuation Day and is paid retroactively. The All-in fee includes the Fixed Fee. Fixed Fee: All-in fee includes following fee components: <ul style="list-style-type: none"> • Management company incl. Set-up fees • Investment Manager fee • Central administration fee • Depositary fee • Transfer agent fee • Index License fee • Service Management fee <p>Moreover the Management Company may charge for the coordination of special reportings (e.g. Solvency II, VAG) and the processing of underlying data for regulatory reportings a fee of maximum EUR 1,500 per reporting.</p> |
| Performance-related Fee | None | |
| Taxe d'abonnement | Exempt | |
| Tracking Error | Max. of 2% under normal market circumstances | |
| Risk class | Low risk tolerance | |
| Listing Stock Exchange(s) | | Listing Stock Exchange(s) |
| UC MSCI European Green Bond EUR UCITS ETF | XETRA Deutsche Börse AG | UC MSCI European Green Bond EUR UCITS ETF |
| Reference Index | Bloomberg Barclays MSCI European Green Bond Issuer Capped EUR Index | Reference Index |
| Investment manager | UniCredit International Bank (Luxembourg) S.A. | |
| Index Calculation Agent | MSCI ESG Research LLC | |
| iNAV Calculation Agent | Solactive AG (Frankfurt / Main, Germany) | |
| Index Provider | MSCI ESG Research LLC | |
| Investment policy | Physical | |
| Management Company savings scheme | None | |
| Length of sub-fund term | Established for an indefinite period | |
| Form of units | Global certificate and registered shares | There shall be no entitlement to the delivery of physical securities. |
| Creation of units | In cash as well as in kind | |
| Distribution | Luxembourg Germany Austria Italy | |

** Any distribution costs incurred are paid out of the All-in-fee. The payments from the All-in fee for distribution expenses are inclusive of any value added tax applicable.

O) DEFINITIONS

| | |
|------------------------------------|---|
| “All-in Fee” | means an all-in fee comprising the Fixed Fee and Index Replication Fee (if any); |
| “Authorized Participant” | means each first class credit institution or financial services institution, which is regulated by a recognized authority in a member country of the Financial Action Task Force to conduct investment services and which may be a market-maker on a stock exchange, which has entered into a Participation Agreement for the purposes of subscribing for and redeeming units of the Fund respective its sub-funds on an in kind basis. |
| “Business Day” | means each Reference Index Calculation Day where the TARGET2 system (Trans-European Automated Real-time Gross settlement Express Transfer–System) as well as banks and financial institutions are generally open for business in Luxembourg, except for 24 and 31 December of each year. If not otherwise defined for the specific sub-fund (see chapter N)) |
| “Daily NAV Per Unit” | means the official NAV Per Unit for each unit of the relevant unit class in a sub-fund calculated by the Fund Administrator at the relevant Valuation Day (normally also a Dealing Day) for the purposes of all cash redemptions approved on the second preceding Dealing Day. |
| “Dealing Day” | means a day on which subscriptions for and redemptions of units may be accepted and approved by the Fund Administrator, being each Valuation Day |
| “EU Savings Directive” | means the Council Directive 2003 / 48 / EC of 3 June 2003 on taxation of savings income in the form of interest payments. |
| “Fixed Fee” | means, as further described under Chapter H) 2. “Fees and Expenses”, the comprehensive fee payable by each sub-fund in respect of the ordinary fees, expenses and costs incurred by that sub-fund; |
| “Initial Dealing Day” | means the first dealing day on the XETRA Deutsche Börse AG and / or on additional stock exchanges indicated on SI’ website (www.structuredinvest.lu) for a sub-fund and / or a unit class, as specified for that sub-fund and / or unit class in chapter N “The sub-funds”; should there not be any subscriptions accepted on this day, the Initial Dealing Day will be the next following dealing day when the first subscription will have been accepted by the Fund administrator in relation to the relevant sub-fund and/or unit class. |
| “MIFID Directive 2004 / 39 / EC” | means the Directive 2004 / 39 / EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments amending Council Directives 85 / 611 / EEC and 93 / 6 / EEC and Directive 2000 / 12 / EC and repealing Council Directive 93 / 22 / EEC. |
| “Primary Market Transaction Costs” | means in relation to subscriptions or redemptions on the primary market, costs which may be charged to Authorized Participants, which may include: part or all of any transaction costs; all stamp and other duties; taxes; governmental charges; brokerage; bank charges; foreign exchange spreads; interest; Depository charges (relating to sales and purchases); transfer fees; registration fees and other duties and charges whether in connection with the original acquisition or increase of the assets of the relevant sub-fund or the creation, issue, sale, conversion or redemption of shares or the sale or purchase of Investments or otherwise which may have become or may be payable in respect of or prior to or in connection with or arising out of or upon the occasion of the transaction or dealing in respect of which such duties and charges are payable. For the avoidance of doubt this may include a provision for the difference between the price at which assets were valued for the purpose of calculating the Net Asset Value and the estimated or actual price at which such assets shall be bought as a result of a subscription or sold as a result of a redemption. It shall not include any commission payable to agents on sales and purchases of Shares or any commission, taxes, charges or costs which may have been taken into account in ascertaining the Net Asset Value of Shares in the relevant sub-fund; |
| “Qualified Holder” | means any person, corporation or entity other than (i) a US Person (as defined in section 7701(a)(30) of the U.S. Internal Revenue Code of 1986 in its currently applicable version (the “Code”) as well as defined in Section 902(k)(1) of the Regulation S promulgated under the Securities Act of 1933 in its currently applicable version; and); (ii) a non-U.S. enterprise controlled by one or more persons designated as “specified U.S. persons” under Article. 1.1 et seq. of the Intergovernmental Agreement between Luxembourg and the United States of America (the “IGA”); (iii) any other person, corporation or entity which cannot acquire or hold units without violating laws or regulations whether applicable to it or the Fund or otherwise or whose holding might result (either individually or in conjunction with other investors in units in the same circumstances) in the Fund incurring any liability to taxation or suffering pecuniary disadvantages which the Fund might not otherwise incur or suffer or the Fund being required to register or register any class of its securities under the laws of any jurisdiction (including, without limitation, the Securities Act, the 1940 Act, CEA or the Hiring Incentives to Restore Employment Act of 2010), or (iv) a Depository, nominee or trustee for any person, corporation or entity described in (i) to (iii) above. |
| “Redemption Fee” | means, where units of a sub-fund are redeemed for cash from the assets of the Fund, the fee payable to the Main Distributor by the investor from the proceeds of redemption, the amount of that charge being specified for each sub-fund in the chapter N “The sub-funds”. |

| | |
|----------------------|---|
| “Reference Currency” | means for each sub-fund the Reference Currency in which its NAV will be calculated, as specified in the chapter N “The sub-funds” for each sub-fund. |
| “for each sub-fun | the investment objective of each sub-fund is to aim to track a specific index, the Reference Index |
| “Regulated Market” | means a regulated market as defined in article 4, paragraph 1 (14) of the MIFID Directive 2004 / 39 / EC |
| “Sales Fee” | means, where units of a sub-fund are subscribed, the fee payable to the Main Distributor by the investor, the amount of that charge being specified for each sub-fund in the chapter N “The sub-funds”. |
| “UCI” | undertaking for collective investment |
| “UCITS” | undertakings for collective investment in transferable securities subject to directive 2009 / 65 / EC |
| “Valuation Day” | means, each day where the NAV is calculated by the Management Company or one of its agents under the supervision of the Depositary Bank, being each Business Day |

INFORMATION FOR INVESTORS IN GERMANY

This supplement is part of the sales prospectus and should be read in conjunction with the sales prospectus of SI UCITS ETF dated July 2022.

The share classes of the sub-funds SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF, SI UCITS ETF and UC MSCI European Green Bond EUR UCITS ETF, are admitted to public distribution in Germany.

Paying and Information Agent in Germany

The bank

CACEIS Bank S.A. Germany Branch

Lilienthalallee 36

D-80939 Munich

has assumed the function of Paying and Information Agent as defined in Section 309 KAGB in Germany (German Paying and Information Agent). Following the pre-conditions set out in chapter D) “Investment in units of the Fund” it accepts subscription, conversion and redemption orders.

Redemption proceeds, any distributions, and payments to the investors may be made through the German Paying and Information Agent.

The following documents are available free of charge from the German Paying and Information Agent:

The full sales prospectus and the Key Investor Information

The Management and Special Regulations

The current annual report and, if published, the current semi-annual report

All the documents listed under the heading “Publications”

Information for investors is published to the extent required by law in the Federal Republic of Germany, in the online version of the Bundesanzeiger. The issue and redemption prices are published online every trading day at www.structuredinvest.lu and can be obtained free of charge from the Paying and Information Agent in Germany.

Tax notice for Germany

The following notice on the taxation of income from investment units is general in nature, limited to the investment funds listed in this sales prospectus and refers to investors who are fully taxable in Germany and who hold their investment units privately or in operating assets.

This information should not be construed as tax advice and is not intended to replace tax advice. This information is based on the current legal situation resulting from tax laws and administrative regulations, as interpreted and supplemented by the tax authorities and legislation. Subsequent changes to the legal situation can be imposed retroactively and may have a disadvantageous impact on the tax consequences described below. This summary does not purport to address all tax aspects that may be of importance for taxation due to the personal circumstances of the individual investor. The individual investor is therefore advised to consult his tax advisor, if necessary, about the consequences of acquiring, holding or selling investment units.

On 19 July 2016 the German Federal Parliament (“Bundestag”) resolved the Law on investment taxation reform (“Investmentsteuerreformgesetz”) with the approval of the Federal Council of Germany (“Bundesrat”).

The Law on investment taxation reform (“Investmentsteuerreformgesetz”) provides, inter alia, that as of 01 January 2018 certain domestic income of funds (inter alia dividends, rental income, capital gains from real estate) will already be taxed at fund level. At the level of the investors, distributions and the proceeds from selling the fund shares

Legal and tax risk

The legal and tax treatment of funds may change in unpredictable ways that cannot be influenced. A change in the mistakenly determined tax basis of the Fund for past financial years may result in a correction with tax disadvantages for the investor in that the investor has to pay the tax burden arising from the correction for past financial years even though he may not have been investing in the investment fund at that time. Similarly, the investor may find that a correction that in principle entailed tax advantages for the current and previous financial years during which he had an investment in the Fund may no longer benefit him because he redeemed or sold his units before the correction was implemented.

In addition, a correction of tax information may result in income that is subject to taxation or tax advantages actually being assessed in a different tax assessment period from the appropriate period, and this could have a negative impact on the individual investor.

Right of revocation in accordance with Section 305 KAGB

If investment units are purchased on the basis of verbal negotiations outside of the permanent business premises of the party making or brokering the sale, then the purchaser may revoke his declaration of the sale in writing to the foreign management company within a period of two weeks (**right of revocation**); this also holds when the party selling or brokering the sale of the units does not have any permanent business premises. For **distance selling** as defined by Section 312c of the German Civil Code (BGB), there is no right of revocation for the acquisition of financial services whose price is subject to fluctuations on the financial market (Section 312g(2)(8) BGB).

Timely dispatch of the revocation notice is sufficient for the purpose of observing the time limit. The revocation must be declared in writing directly to **Structured Invest S.A.** 8-10, rue Jean Monnet, L-2180 Luxembourg including information on the person making the declaration and his signature; no reason for the revocation is required.

The deadline for revocation does not commence until a copy of the concluded contract has been delivered to the purchaser or a contract note has been sent to him or her, including instructions regarding the right of the revocation similar to the above.

If the beginning of the period is in dispute, the burden of proof lies with the seller.

The right of revocation does not apply if the seller can prove that either the investor acquired the units as part of his commercial operations or if he called on the investor to conduct negotiations leading to the sale of the units as a result of a previous order in accordance with Section 55(1) of the Industrial Code [GewO].

If the revocation is exercised after the investor has made payment, the foreign management company is obliged to repay the investor's costs – incrementally as the purchased units are transferred back to the investment company, if necessary – in addition to an amount corresponding to the value of the purchased units the day after the revocation was received.

The right of revocation cannot be waived.

SPECIFIC INFORMATION FOR INVESTORS IN AUSTRIA

This complement is part of the sales prospectus and is to be read in connection with the sales prospectus of SI UCITS ETF dated July 2022.

Pursuant to Section 140 (1) Austrian Investment Fund Act 2011 (“InvFG 2011”), the Austrian Financial Market Authority (“Finanzmarktaufsicht”) has been notified of the intention to publicly distribute share classes of your fund in Austria and is authorised to do so from the end of the notification procedure.

The share classes of the sub-funds SI UCITS ETF – UC Refinitiv European Convertible Bond UCITS ETF, SI UCITS ETF and UC MSCI European Green Bond EUR UCITS ETF, are admitted to public distribution in Austria.

Paying agent

UniCredit Bank Austria AG, Schottengasse 6-8, A-1010 Vienna, has been appointed as paying agent in Austria according to § 41 Abs 1 iVm § 141 Abs 1 InvFG 2011 (see also 92 RL (EU) 2019/1160). In addition to the normal redemption and switching procedures shareholders resident in Austria may - following the pre-conditions set out in chapter D “Investment in units of the Fund” - alternatively redeem or switch their shares through the Austrian Paying Agent. Any payments to shareholders may also be effected through the Austrian Paying Agent.

Information agent

The sales prospectus, the KIIDs, the most recent annual and half-yearly report, as well as the offer and redemption price may also be obtained free of charge from UniCredit Bank Austria AG at the stated address.

Tax representative

The Fund has appointed PwC PricewaterhouseCoopers Wirtschaftsprüfung und Steuerberatung GmbH, Erdbergstrasse 200, 1030 Wien as tax representative according to § 186 par. 2 no. 2 in connection with § 188 Investment Fund Act 2011.

Publication of prices

The calculated values of the SI UCITS ETF can be obtained from the paying agent UniCredit Bank Austria AG, Schottengasse 6-8, A-1010 Wien. The calculated values of the sub funds can be seen on the company’s homepage www.structuredinvest.lu.

Taxation in Austria

The following information is supposed to give a general overview of the principles of Austrian taxation on income derived from investment funds for investors subject to unlimited tax liability in Austria based on the legal status applicable since 1 April 2012. Particularities of individual cases are not considered. As no concrete advice on the taxation of individual investors is hereby given, it is recommended that investors seek advice from a tax advisor regarding the taxation of their respective holdings.

1. General information

Investment funds are transparent according to Austrian tax law. This means that income from a fund is not taxed at fund level but at investor level (tax transparency).

The fund’s income is generally taxable, when it is distributed to the investors. Income, which is not distributed, is taxable as deemed distributed income (“DDI”) once a year.

The Investment Fund Act 2011 generally provides for two tax categories for foreign investment funds:

- Investment funds, which have a tax representative, who calculates the 25 % withholding tax on distributions and DDI and reports the tax figures to the OeKB (reporting funds) and
- Investment funds, which do not have a tax representative and which are therefore subject to the lump-sum taxation (black funds). The lump-sum taxation is based on the higher of the following two amounts: 90% of the difference between the first and the last redemption price of the calendar year or 10% of the last redemption price of the calendar year

2. Private investors

2.1. Taxation of the fund’s income

The taxable fund’s income consists of

the net investment income (i.e. interest income, dividend income, other ordinary income minus the fund’s expenses) and

- 60% or 100% of the realised capital gains from the sale of securities and of the income from derivative instruments.

Realised capital losses (after netting with realised capital gains) can be credited against the ordinary income (dividends, interest and other income minus expenses). If capital losses exceed the net investment income, the exceeding amount can be carried forward at share class level. Also a negative net investment income can be offset against realised capital gains and carried forward if the negative net investment income exceeds the realised capital gains. In the following financial years, these carry forwards have to be offset in a first step against realised capital gains and in a second step against the net investment income.

2.2. Taxation of the DDI

In case of foreign investment funds, the annual Austrian DDI figures have to be reported within seven months after the fund's financial year end by the Austrian tax representative. The applicable tax rate for private investors on the fund's income is generally 25% KESt. In case the fund shares are held on Austrian deposit, the 27.5% KESt on the DDI is withheld by the Austrian depository bank when the tax figures are reported to OeKB. In case the fund shares are held on foreign deposit the DDI (which is deemed to be distributed four months after the fund's financial year-end in this case) has to be included in the private investor's personal income tax return and is subject to special 27.5% tax rate.

2.3. Taxation of distributions

Distributed income is subject to 25% tax. In case the fund shares are held on Austrian deposit, the 25% tax on the distribution (KESt) is withheld by the Austrian depository bank. In case the fund shares are held on foreign deposit the distributed income has to be included in the private investor's personal income tax return and is subject to special 27.5% tax rate.

2.4. Sale of fund shares

In case private investors sell their fund shares, the difference between the sales price and the purchase price is subject to 27.5% KESt irrespective of the holding period. In order to avoid a double taxation of the DDI (i.e. annual taxation and taxation as part of the gain derived from the sale of the fund shares) the fund share's purchase price is increased annually by the taxed DDI. It has to be considered that the sales (preliminary) charge must generally not be considered as incidental acquisition cost. If the fund shares are held on Austrian deposit, the 27.5% tax on the capital gain shall be withheld by the Austrian depository bank. In case the fund shares are held on foreign deposit, the capital gain has to be included in the private investor's personal income tax return.

3. Individuals holding the fund shares as business property

If fund shares are held by individuals as business property (sole proprietors or partnerships), the tax rules as described above for private investors are generally applicable with the following exemptions:

- Individuals holding the fund shares as business property have to include the realised capital gains into the income tax return. The capital gains are subject to 27.5% tax. Any tax withheld on capital gains by the Austrian depository bank will be credited on the individual's income tax.
- 100% of the accumulated realised capital gains are taxable.
- The sales (preliminary) charge can be considered as incidental acquisition cost and have to be included in the individual's income tax.

4. Corporate Investors

The net investment income as well as all realised capital gains are subject to 25% Corporate Income Tax and must be included in the corporate income tax return of the corporation. If the corporate investor sells fund shares, the difference between the purchase price and the sales price less already taxed DDI is subject to 25% Corporate Income Tax (irrespective of the holding period) and must be included in the corporate income tax return. The DDI is deemed to be received by corporate investors at the financial year-end of the fund.

Corporate investors can avoid the withholding tax deduction by way of providing the Austrian bank with a certificate of exemption. If no certificate of exemption is provided, the deducted withholding tax can be credited against the Corporate Income Tax.

5. Disclaimer

Please note that the information on the tax consequences according to the above is based on the tax rules as of January 2015. The correctness of this tax information can be affected by subsequent changes in the law or changes in the application of the law.

Publisher
Structured Invest S.A.
8-10, Rue Jean Monnet
L-2180 Luxembourg

